

# **TOWN OF RICHMOND, RHODE ISLAND**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**For the Fiscal Year Ending  
June 30, 2021**



Browning Mill Pond, Arcadia Management Area  
Photo courtesy of Ernest Germani IV



**Prepared by: Finance Department  
RICHMOND, RHODE ISLAND**

**TOWN OF RICHMOND, RHODE ISLAND**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**For the Fiscal Year Ending  
June 30, 2021**

**Prepared by: Finance Department  
Laura Kenyon, Finance Director**

## **INTRODUCTORY SECTION**

**THIS SECTION CONTAINS  
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**TOWN OF RICHMOND, RHODE ISLAND**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**For the Fiscal Year Ended June 30, 2021**

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Town of Richmond, Rhode Island

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**FINANCE OFFICE**

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December 18, 2021

To: Citizens of Richmond, Rhode Island  
Richmond Town Council  
Richmond Town Administrator

The Annual Comprehensive Financial Report of the Town of Richmond, Rhode Island for the fiscal year ended June 30, 2021, is hereby submitted. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the information as presented, is accurate in all material respects and is presented in a manner designed to fairly present the financial position and results of operations and cash flows of the Town of Richmond; and that all disclosures necessary to enable the readers to gain an adequate understanding of the Town's financial affairs have been included. The reader should see the following Management's Discussion & Analysis section of this report in order to gain a broader understanding of the Town and its activities.

***THE TOWN OF RICHMOND***

In May 2007 Richmond voters approved a referendum to create a Home Rule Charter Commission. The Charter Commission subsequently created a Richmond Home Rule Charter, and the Town Council unanimously approved its placement on the November 2008 ballot. Richmond voters approved the Charter by a 70%-30% margin. The Rhode Island General Assembly gave their approval on May 20, 2009, and the Charter took effect on May 28, 2009.

The Charter features a 5-member Town Council headed by a Council President a Town Administrator who reports directly to the Town Council, a Finance Board and an annual Financial Town Meeting. The Town Administrator is head of the administrative branch of the Town government and is responsible to the Town Council for the proper administration of all offices of the Town.

The Town of Richmond's municipal government provides a full range of services including education through the Chariho Regional School District, police, planning, zoning, construction and maintenance of highways, streets, and infrastructure, social services, parks and recreational activities and cultural activities. Approximately 50 full-time municipal employees provide services to a community of 40.8 square miles and 7,741 residents.

The Town of Richmond was originally part of the territory of Westerly, Rhode Island (1669 to 1747), which remained in dispute for several years between the British colonies of Rhode Island, Connecticut, and Massachusetts.

In 1665 Charles II, the King of England, dissolved the different charters of the three colonies in dispute, assumed governance, and renamed the area King's County. In May 1669, the General Assembly of Rhode Island and Providence Plantations organized King's County into the Town of Westerly. After this the Town of Westerly organized itself into four separate areas: Westerly, Charlestown, Richmond, and Hopkinton.

Richmond was incorporated as a separate and distinct town in 1747. It is bounded on the north by the Town of Exeter, on the west by the Wood River, on the east by the towns of Exeter and South Kingstown, and on the south by the Pawcatuck River. Richmond is some 35 miles southwest of the state's capital, Providence, Rhode Island. Richmond is mostly forested. It is the site of the Washington County Fair. According to the United States Census Bureau, the Town has a total area of 40.8 square miles, of which 40.6 square miles is land and 0.2 square miles is water.

Richmond is a rural area. In fact, a large portion of the town (about 60 percent) is undeveloped woodland. Points of interest in Richmond include Arcadia, a quaint village popular for Arcadia State Park, the state-operated Fish Cultural Station in Arcadia where the primary focus has been to introduce such species as Northern Pike and Atlantic Shad to New England waters, and Shannock Falls.

The Town is easily accessible by car via U.S. Route 95 and R.I. Route 138. T.F. Greene Airport in Warwick, Rhode Island, is 20 miles away and the Westerly Airport is within 10 miles of the Town's borders. Railroad passenger service is provided by AMTRAK through its station in Kingston, Rhode Island.

## ***ECONOMIC CONDITIONS***

### **General**

The Town of Richmond, comprising 40 square miles of land, is primarily a rural/residential community. The Town is characterized by above average wealth indicators, a stable labor force and a growing retail base.

### **Population**

The table below shows the Town's population and the change in its population relative to the State from 1950 to 2020.

| <b>Year</b> | <b>Town</b> | <b>%</b>               | <b>State</b> | <b>%</b>               |
|-------------|-------------|------------------------|--------------|------------------------|
|             |             | <b>Change Increase</b> |              | <b>Change Increase</b> |
| 2020        | 7,741       | .4%                    | 1,097,379    | 4.2%                   |
| 2010        | 7,708       | 6.73%                  | 1,052,567    | 0.41%                  |
| 2000        | 7,222       | 34.97%                 | 1,048,319    | 4.47%                  |
| 1990        | 5,351       | 33.18%                 | 1,003,464    | 5.95%                  |
| 1980        | 4,018       | 53.07%                 | 947,154      | (0.27)%                |
| 1970        | 2,625       | 32.18%                 | 949,723      | 10.50%                 |
| 1960        | 1,986       | 12.08%                 | 859,488      | 8.54%                  |
| 1950        | 1,772       | 8.78%                  | 791,896      | 11.01%                 |

Source: U.S. Bureau of the Census

## Median Household Income

The following table sets forth median family income for the Town relative to the State and the nation for the years noted.

|                       | 1990          |                  | 2000          |                  | 2010          |                  | 2020          |                  |
|-----------------------|---------------|------------------|---------------|------------------|---------------|------------------|---------------|------------------|
|                       | <u>Amount</u> | <u>% of U.S.</u> | <u>Amount</u> | <u>% of U.S.</u> | <u>Amount</u> | <u>% of U.S.</u> | <u>Amount</u> | <u>% of U.S.</u> |
| Richmond.....         | 42,418        | 120.42%          | 64,688        | 129.26%          | 79,762        | 153.60%          | 95,391        | 134.00%          |
| State of Rhode Island | 39,172        | 111.21%          | 70,663        | 141.20%          | 51,914        | 107.70%          | 71,169        | 108.30%          |
| United States.....    | 35,225        |                  | 50,046        | ---              | 50,046        | ---              | 65,712        | ---              |

Source: U.S. Bureau of the Census.

## Unemployment

Recent labor market information indicates that annualized unemployment rates for the past seven years are as shown in the following table:

| Average Annual Unemployment Rates |      |      |      |      |      |      |      |      |
|-----------------------------------|------|------|------|------|------|------|------|------|
| 2013 - Present                    |      |      |      |      |      |      |      |      |
| Year                              | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|                                   | Rate | Rate | Rate | Rate | Rate | Rate | Rate | Rate |
| United States                     | 8.1  | 3.7  | 3.9  | 4.4  | 4.9  | 5.3  | 6.2  | 7.4  |
| Rhode Island                      | 9.4  | 3.6  | 4.0  | 4.4  | 5.2  | 6.0  | 7.7  | 9.3  |

## Richmond Labor Force Statistics

|                                   | Year | Labor Force | Employed | Unemployed | Unemployment Rate |
|-----------------------------------|------|-------------|----------|------------|-------------------|
| Richmond Annual Average           | 2020 | 4,086       | 3,859    | 227        | 5.6               |
| State Rhode Island Annual Average | 2020 | 541,680     | 490,845  | 50,835     | 9.4               |

Source:

RHODE ISLAND DEPT OF LABOR AND TRAINING [www.dlt.ri.gov](http://www.dlt.ri.gov)

**Rhode Island Department of Labor & Training  
City and Town Quarterly Report 2021 First Quarter  
Quarterly Census of U.I. Covered Employment and Wages**

| <b>City Town<br/>County</b> | <b>Industry</b>                          | <b>Number<br/>of<br/>Units</b> | <b>Average<br/>Employment</b> | <b>Total<br/>Wages</b> |
|-----------------------------|------------------------------------------|--------------------------------|-------------------------------|------------------------|
| <b>Richmond</b>             | <b>Total Private &amp; Government</b>    | <b>168</b>                     | <b>1,860</b>                  | <b>\$20,046,968</b>    |
| <b>Richmond</b>             | <b>Total Private Only</b>                | <b>160</b>                     | <b>1,192</b>                  | <b>\$10,127,860</b>    |
| Richmond                    | Agriculture, Forestry, Fishing & Hunting | 8                              | 25                            | \$390,987              |
| Richmond                    | Mining                                   | 1 *                            |                               | *                      |
| Richmond                    | Utilities                                |                                |                               |                        |
| Richmond                    | Construction                             | 27                             | 135                           | \$1,415,910            |
| Richmond                    | Manufacturing                            | 4                              | 75                            | \$747,493              |
| Richmond                    | Wholesale Trade                          | 7                              | 51                            | \$790,648              |
| Richmond                    | Retail Trade                             | 24                             | 295                           | \$2,259,396            |
| Richmond                    | Transportation & Warehousing             | 3                              | 105                           | \$534,023              |
| Richmond                    | Information                              | 2 *                            |                               | *                      |
| Richmond                    | Finance & Insurance                      | 5                              | 48                            | \$523,553              |
| Richmond                    | Real Estate & Rental & Leasing           | 2 *                            |                               | *                      |
| Richmond                    | Professional & Technical Services        | 15                             | 43                            | \$470,890              |
| Richmond                    | Management of Companies & Enterprises    |                                |                               |                        |
| Richmond                    | Administrative Support & Waste Mngmnt.   | 12                             | 45                            | \$426,078              |
| Richmond                    | Educational Services                     |                                |                               |                        |
| Richmond                    | Health Care & Social Assistance          | 13                             | 43                            | \$448,297              |
| Richmond                    | Arts, Entertainment, & Recreation        | 6                              | 29                            | \$174,941              |
| Richmond                    | Accommodation & Food Services            | 19                             | 209                           | \$905,740              |
| Richmond                    | Other services (except Public Admin.)    | 12                             | 26                            | \$171,919              |
| Richmond                    | Unclassified Establishments              |                                |                               |                        |
| Richmond                    | Government                               | 8                              | 668                           | \$9,919,108            |

\* Some data are not shown due to the possibility of identifying data of a specific employer.

\*\* Statewide: employment in multiple towns, at unknown locations, or outside RI.

Data may not add due to rounding variations.

Data compiled August 2021, subject to revision.

## Major Employers

Kenyon Industries (finishing plant) employs 225 employees, located on the Charlestown/Richmond border, is the largest employer in Richmond, followed by a grocery retailer The Stop and Shop Supermarket Company LLC which employs around 100 employees and VIBCO Construction Machinery company which employs 100.

A majority of the businesses in Richmond are small and employ fewer than 50 people. According to RIDLT, the number of private businesses in Richmond over the past five years has fluctuated between 148 and 154, with most jobs in the Construction, Retail, and Other Services (excluding Public Administration) industries. Business growth occurred primarily in Professional and Technical Services as well as Other Services (excluding Public Administration). Statewide, RIDLT anticipates trends of future employment to be in Health Care and Social Assistance; Professional, Scientific, and Technical Services; Educational Services; Retail Trade; and Accommodation and Food Services sectors.

Source: Rhode Island Economic Development Corporation as of August 29, 2011 and Richmond Comprehensive Community Plan, draft September 2020.

## Housing

According to the 2020 U.S. Census there were a total of 3,173 housing units compared to 2,952 in 2010. This represented an increase of 221 units or 7%. It is estimated that in 2019 the total housing units in Richmond totaled 3,025 and the median selling price of existing single family homes was \$305,000 according to HousingWorksRI with study completed by Roger Williams University.

## Impact of the novel coronavirus (COVID-19)

The Town of Richmond has not been impacted by the virus as much as larger, more urban communities. It could be the rural nature of Richmond that has helped to lessen the impact of the pandemic on the community. There is an increased awareness for mental health services to be provided to the residents. This is a national issue and Richmond is assessing the situation for local service enhancements. The financial impact has been minimal for the Town as our Public Safety and Public Works departments were able to offer the same service to the community during this event as before.

## Building Permits

Below is a schedule of residential building permits issued by the Town's Building Inspector for the years ending 2011 through 2021.

| Fiscal Year | Number | Value      |
|-------------|--------|------------|
| 2021        | 23     | 3,951,530  |
| 2020        | 43     | 5,963,878  |
| 2019        | 122    | 15,338,893 |
| 2018        | 54     | 7,812,968  |
| 2017        | 49     | 8,617,938  |
| 2016        | 40     | 6,352,965  |
| 2015        | 18     | 3,542,416  |
| 2014        | 15     | 2,802,348  |
| 2013        | 14     | 2,495,050  |
| 2012        | 6      | 1,241,325  |
| 2011        | 8      | 1,619,877  |

Source: Town Building Officials.

## ***BUDGET PREPARATION AND PLANNING***

In developing the annual budget for any fiscal year a capital plan will be reviewed for long-term financial planning. The State of Rhode Island recommends a five-year capital and operating projection at the beginning of each fiscal year and the Town of Richmond abides by this recommendation. The Town of Richmond also has financial policies that are reviewed for compliance. The Town will continue to develop and review policies and procedures for financial stability.

## ***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.

## ***INDEPENDENT AUDIT***

In accordance with the Town's Charter an audit of the accounts and financial statements has been completed by the Town's independent Certified Public Accountants, Bacon & Company CPAs, LLC 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 Richmond for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2019. This was the sixth year that the government had achieved this prestigious award. The Town has applied for the Certificate for the fiscal year ended June 30, 2020.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and effectively organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

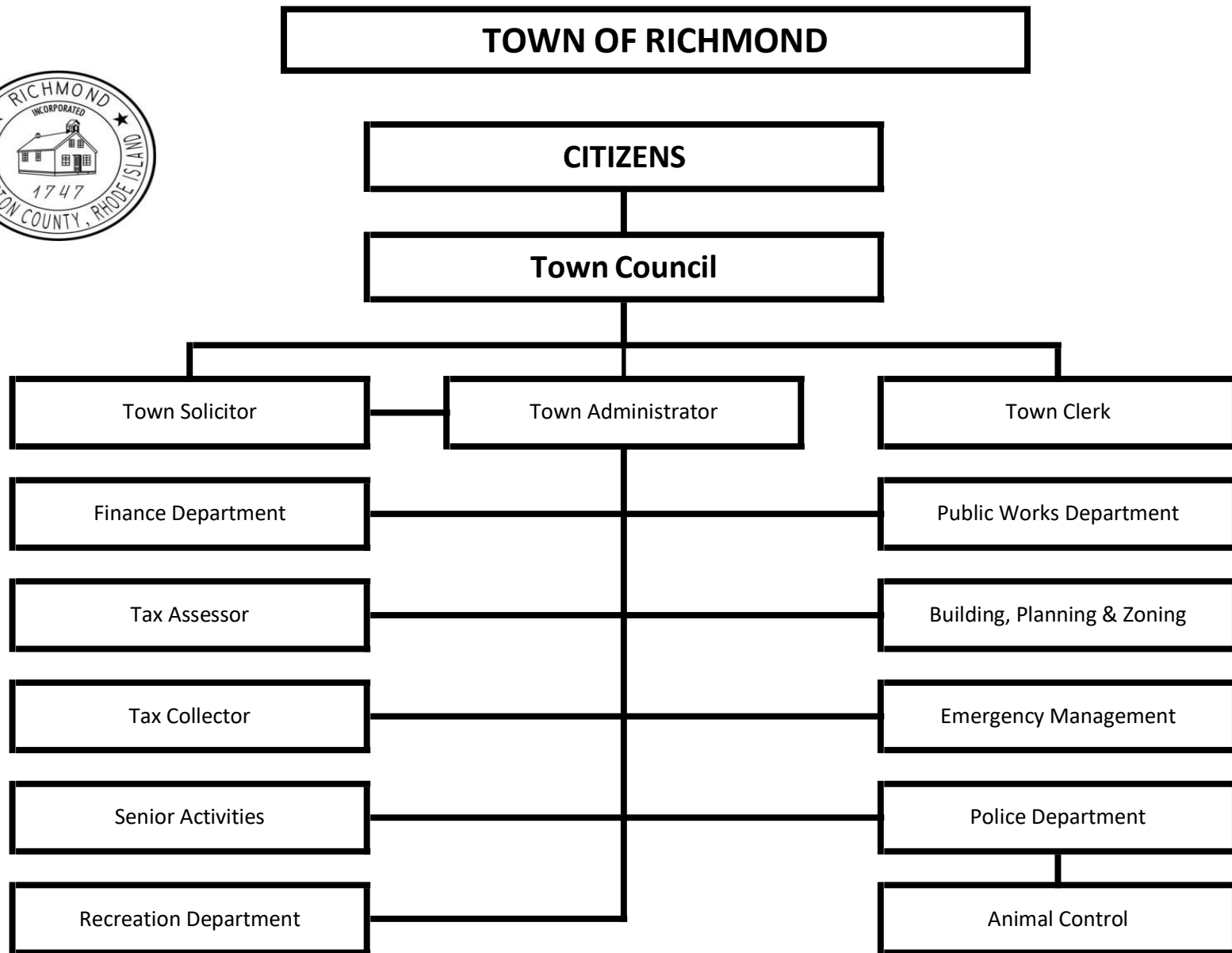
A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

### ***ACKNOWLEDGMENTS***

The preparation of this Annual Comprehensive Financial Report could not have been accomplished without the dedication and hard work of the Deputy Finance Director, Jennifer Fournier. I also express my appreciation to other personnel from various departments who assisted in its preparation. Furthermore, I appreciate the assistance and dedication of the audit team from Bacon & Company CPAs, LLC. Finally, I would like to thank the Town Administrator, Karen Pinch, and the members of the Town Council for their professionalism and dedication to the Town of Richmond and for their support in planning and conducting the financial operation of the Town.

Respectfully Submitted,

Laura K Kenyon  
Finance Director



# **TOWN OF RICHMOND, RHODE ISLAND**

## **LIST OF TOWN OFFICIALS FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

### **TOWN COUNCIL**

Nell Carpenter, Town Council President  
James Palmisciano, Town Council Vice President  
Richard Nassaney  
Ronald D. Newman  
Lauren Cacciola

### **TOWN ADMINISTRATOR**

Karen Pinch

### **TOWN CLERK**

Erin Liese

### **FINANCE DIRECTOR**

Laura Kenyon

## **FINANCIAL SECTION**

**THIS SECTION CONTAINS THE FOLLOWING:**

**Independent Auditor's Report**

**Management Discussion and Analysis**

**Basic Financial Statements**

**Required Supplementary Information**

**Other Supplementary Information**

**Independent Auditor's Report**

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

**Report on the Financial Statements**

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

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

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

***Auditor's Responsibility***

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

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

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

### ***Opinions***

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

### ***Emphasis of Matter***

As discussed in Note 1 and Note 18 to the financial statements, the Town of Richmond, Rhode Island implemented GASB Statement No. 84, *Fiduciary Activities*, during fiscal year 2021. Our opinions were not modified with respect to this matter.

### ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and supplementary pension information on pages 4 through 12 and pages 57 through 65 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 Richmond, Rhode Island's basic financial statements. The combining nonmajor fund financial statements, the combining fiduciary fund financial statements, the Annual Supplemental Transparency Report (MTP2), other supplementary information, the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements, the combining fiduciary fund financial statements, the Annual Supplemental Transparency Report (MTP2), other supplementary information, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code*

of *Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are 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 nonmajor fund financial statements, the combining fiduciary fund financial statements, the Annual Supplemental Transparency Report (MTP2), other supplementary information, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are 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 it.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2021 on our consideration of the Town of Richmond, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Richmond, Rhode Island's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Richmond, Rhode Island's internal control over financial reporting and compliance.

*Bacon & Company CPAs, LLC*

Warwick, Rhode Island  
December 18, 2021

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

The Town of Richmond's Management Discussion and Analysis (MDA) is designed to assist the reader in focusing on significant issues in the audit report. The financial statements appear in two categories, Government - Wide Financial Statements and Fund Financial Statements. This format focuses on the Town's Finances as a whole including other business activities as well as its government-wide funds. Our discussion and analysis of the Town of Richmond, Rhode Island's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2021.

**Financial Highlights**

- ❖ At the end of the current fiscal year, the general fund unassigned fund balance was \$4,237,437, or 15.8% of the total general fund budgeted expenditures and transfers out for the fiscal year. An unassigned fund balance is available for use or may be specifically set aside for some future action. It is essential for maintaining the Town's cash flow for the first two months of the fiscal year, without issuing tax anticipation notes, because new taxes are not received until September, and approximately 14% of the Town's budget is expended to the Chariho Regional School District by September 1st. The Town's unassigned fund balance can be deemed adequate based on the size of the Town budget, as a healthy fund balance is usually around 10% of General Fund budgeted expenditures, the Town's policy is to have 15%. Additionally, the non-spendable, committed, and assigned fund balances amounted to \$31,396, \$529,429 and \$150,000 respectively, which is comprised of non-spendable amounts for prepaid expenditures, amounts committed to be spent on specific purposes in future years and assignment of fund balance for the 2022 budget.
- ❖ The Town's Government-wide (Governmental and Business-Type Activities) operating expenses were \$27,789,038, a 2.5% increase from the prior year, while revenues were \$28,238,062, a 5.0% increase.
- ❖ The current fiscal year General Fund revenues and transfers exceeded expenditures and transfers by \$586,436.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$7,559,181. Included in this amount is the general fund unassigned balance of \$4,237,437, restricted fund balances of \$1,030,529, committed fund balance of \$2,109,819, non-spendable fund balances of \$31,396 and assigned fund balance of \$150,000.
- ❖ The Town's net position increased \$449,024 or 2.4% as a result of this year's operations. The general revenues and other changes in net position are totaled and added to the net (expense) revenue totals to produce the total change in net position. On a Government-wide basis the assets and deferred outflows of resources of the Town of Richmond exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$19,006,939. Net position of Business-Type Activities decreased by \$100,212, or 4.5%, while net position of Governmental Activities increased by \$549,236 or 3.4%.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

**Overview of the Financial Statements**

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

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

In addition to the basic financial statements, this report also contains other supplementary information. The Town's basic financial statements and other supplementary financial information provide information about all of the Town's activities. They provide both a short-term and a long-term view of the Town's financial health as well as information about activities for which the Town acts solely as a trustee for the benefit of those outside of the Town's government.

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

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

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

Both government-wide financial statements distinguish functions of the Town, which are supported by taxes and intergovernmental revenues (Governmental Activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (Business-Type Activities).

The Town's Governmental Activities include general government and administration, public safety, public works, development services, cultural and recreational services. The Town's Business-Type Activities include the Water Fund.

The government-wide financial statements are reported on pages 13 through 14.

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

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

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

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

**Proprietary Funds** - The Town's proprietary funds are used to report the same functions presented as Business-Type Activities in the government-wide financial statements. The Town has one enterprise fund. The Water Fund is considered to be a major fund for financial statement purposes. The basic proprietary fund financial statements are presented on pages 19 through 22.

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

The fiduciary fund financial statements can be found on pages 23 and 24.

**Notes to Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on pages 25 through 56.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required Supplementary pension information is presented on pages 57-59. A detail budgetary comparison can be found on pages 60 through 61.

The combining statements referred to earlier in connection with non-major governmental funds are presented on pages 68 through 77.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

**Government-wide Financial Analysis**

**Analysis of the Town of Richmond's Net Position**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position, and an important determinant of its ability to finance services in the future. The Town of Richmond, Governmental Activities assets and deferred outflows of resources exceeded liabilities and deferred inflow of resources by \$16,891,683 as of June 30, 2021. This is an increase of \$549,236 from the previous year.

Listed below is a comparison of the current and prior fiscal years.

|                                  | June 30, 2021       |                      |               | June 30, 2020       |                      |               |
|----------------------------------|---------------------|----------------------|---------------|---------------------|----------------------|---------------|
|                                  | <u>Governmental</u> | <u>Business-Type</u> |               | <u>Governmental</u> | <u>Business-Type</u> |               |
|                                  | <u>Activities</u>   | <u>Activities</u>    | <u>Total</u>  | <u>Activities</u>   | <u>Activities</u>    | <u>Total</u>  |
| Other Assets                     | \$ 8,609,894        | \$ 73,660            | \$ 8,683,554  | \$ 7,893,928        | \$ 217,369           | \$ 8,111,297  |
| Capital Assets Net               | 12,672,284          | 3,966,388            | 16,638,672    | 13,672,065          | 3,960,144            | 17,632,209    |
| Total Assets                     | 21,282,178          | 4,040,048            | 25,322,226    | 21,565,993          | 4,177,513            | 25,743,506    |
| Deferred Outflows of resources   | 600,519             |                      | 600,519       | 485,876             |                      | 485,876       |
| Current liabilities              | 864,173             | 61,098               | 925,271       | 1,307,881           | 61,986               | 1,369,867     |
| Non-Current Liabilities          | 3,555,947           | 1,863,694            | 5,419,641     | 3,993,187           | 1,900,059            | 5,893,246     |
| Total Liabilities                | 4,420,120           | 1,924,792            | 6,344,912     | 5,301,068           | 1,962,045            | 7,263,113     |
| Deferred Inflows of resources    | 570,894             | -                    | 570,894       | 408,354             | -                    | 408,354       |
| Net investment in capital assets | 10,556,696          | 2,066,329            | 12,623,025    | 10,870,550          | 2,026,038            | 12,896,588    |
| Restricted                       | 324,193             |                      | 324,193       | 318,858             |                      | 318,858       |
| Unrestricted                     | 6,010,794           | 48,927               | 6,059,721     | 5,153,039           | 189,430              | 5,342,469     |
| Total Net Position               | \$ 16,891,683       | \$ 2,115,256         | \$ 19,006,939 | \$ 16,342,447       | \$ 2,215,468         | \$ 18,557,915 |

A portion of the Town's net position, \$10,556,696 consists of its investment in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure. The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities.

As of June 30, 2021 the Town of Richmond reports positive balances in all categories of net position for the government as a whole.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

**Analysis of the Town of Richmond's Operations**

The analysis on the following page provides a summary of the Town's operations for the year ended June 30, 2021. Governmental activities increased the Town's net position by \$549,236 for the current period, accounting for a 3.4% increase in the Town's governmental net position, while business-type activities decreased the Town's net position by \$100,212, accounting for 4.5% decrease in the business-type growth in net position. Overall the Town's net position increase was \$449,024 which is a 2.4% increase over the prior year.

In the Statement of Activities, expenditures for capital items are not recorded as expenses but instead are shown in the balance sheet, which would result in an increase net of disposed capital assets of \$111,095 for the Statement of Activities, while depreciation expense results in a decrease of \$1,110,876 respectively. Bonds principal payments of \$755,000 were recognized as an increase in net position and a reduction in long-term debt in the Statement of Net Position.

The overall effect was an increase in the Town's Governmental activities net position by \$549,236. For a more detailed explanation of the reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities please see page 18 of this report.

In the fund financial statements, the Town ended the year with a net increase in the General Fund balance of \$586,436 as shown in the Statement of Revenues, Expenditures and Changes in Fund Balance on page 17. This increased the cumulative General Fund balance surplus to \$4,948,262, which is 18.4% of the 2020-2021 General Fund revised budgeted expenditures and transfers. Total changes in fund balances for the Town were \$789,365 increasing the cumulative Governmental Fund surplus to \$7,559,181, primarily due to the increase in the General Fund as a result of Revenues in excess of expenditures and transfer in in the amount of \$586,436.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

Changes in Net Position

|                                          | June 30, 2021       |                      |               | June 30, 2020       |                      |               |
|------------------------------------------|---------------------|----------------------|---------------|---------------------|----------------------|---------------|
|                                          | <u>Governmental</u> | <u>Business-Type</u> | <u>Total</u>  | <u>Governmental</u> | <u>Business-Type</u> | <u>Total</u>  |
|                                          | <u>Activities</u>   | <u>Activities</u>    |               | <u>Activities</u>   | <u>Activities</u>    |               |
| <b>Revenues</b>                          |                     |                      |               |                     |                      |               |
| <b>Program Revenues</b>                  |                     |                      |               |                     |                      |               |
| Charges for services                     | \$ 988,391          | \$ 177,726           | \$ 1,166,117  | \$ 955,759          | \$ 165,142           | \$ 1,120,901  |
| Operating grants                         | 6,028,808           |                      | 6,028,808     | 5,077,105           |                      | 5,077,105     |
| Capital grants                           |                     | 41,601               | 41,601        |                     | 41,601               | 41,601        |
| <b>General Revenues/transfers</b>        |                     |                      |               |                     |                      |               |
| Property taxes                           | 20,538,141          |                      | 20,538,141    | 19,859,345          |                      | 19,859,345    |
| Investment earnings                      | 8,422               |                      | 8,422         | 50,249              |                      | 50,249        |
| State aid                                | 453,461             |                      | 453,461       | 720,978             |                      | 720,978       |
| Miscellaneous revenue                    | 1,512               |                      | 1,512         | 12,403              |                      | 12,403        |
| Total revenues                           | 28,018,735          | 219,327              | 28,238,062    | 26,675,839          | 206,743              | 26,882,582    |
| <b>Expenses</b>                          |                     |                      |               |                     |                      |               |
| General government                       | 1,791,998           |                      | 1,791,998     | 1,792,493           |                      | 1,792,493     |
| Public safety                            | 2,239,277           |                      | 2,239,277     | 2,289,278           |                      | 2,289,278     |
| Public works                             | 2,381,126           |                      | 2,381,126     | 2,220,286           |                      | 2,220,286     |
| Recreation and culture                   | 22,428              |                      | 22,428        | 26,981              |                      | 26,981        |
| Education                                | 20,087,840          |                      | 20,087,840    | 19,813,469          |                      | 19,813,469    |
| Community services                       | 879,845             |                      | 879,845       | 581,336             |                      | 581,336       |
| Other                                    | 8,241               |                      | 8,241         | 3,906               |                      | 3,906         |
| Interest                                 | 58,744              |                      | 58,744        | 77,398              |                      | 77,398        |
| Water operations                         |                     | 319,539              | 319,539       |                     | 307,484              | 307,484       |
| Total expenses                           | 27,469,499          | 319,539              | 27,789,038    | 26,805,147          | 307,484              | 27,112,631    |
| Change in net position                   | 549,236             | (100,212)            | 449,024       | (129,308)           | (100,741)            | (230,049)     |
| <b>Net position - beginning restated</b> | 16,342,447          | 2,215,468            | 18,557,915    | 16,471,755          | 2,316,209            | 18,787,964    |
| <b>Net position - ending</b>             | \$ 16,891,683       | \$ 2,115,256         | \$ 19,006,939 | \$ 16,342,447       | \$ 2,215,468         | \$ 18,557,915 |

**Financial Analysis of the Town of Richmond's Funds**

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

At the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$7,559,181. Included in this amount is the general fund unassigned balance of \$4,237,437 non-spendable fund balances of \$31,396, restricted fund balance of \$1,030,529 for purposes externally imposed by grantors, contributors or laws and regulations, committed fund balance of \$2,109,819 for capital and other specific purposes, and \$150,000 assigned for the 2022 budget.

**Proprietary Funds** - The Town of Richmond's proprietary fund statements provide the same type of information as presented in the government-wide financial statements, but in more detail. Total net position of the proprietary funds is \$2,115,256.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

**General Fund Budgetary Highlights**

**Revenues:**

General Revenue –The unanticipated unbudgeted revenue from the Federal Government from the Covid Relief Fund of \$554,132 was the major factor in the budgetary revenue surplus of \$518,576

**Expenditures:**

The General Fund expenditures ended the fiscal year with a favorable budgetary variance of \$304,745 as a net result of the following:

General Government - expenditures were under budget by \$159,259 as a result of positive budgetary variance in contingency and technology due to remote work with less capital purchases.

Recreation and Senior activities – expenditures were under budget due to the covid virus halting activities for an amount of \$31,610.

Public Works - expenditures were over budget by \$20,832 due to an increase tree removal and additional transfer station fees due to an increase of activity at the station during Covid.

Public Safety – expenditures were under budget by \$121,537 primarily due to overtime being less than budgeted.

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

The Town of Richmond's net investment in capital assets for its governmental and business-type activities amounts to \$16,638,672 net of accumulated depreciation at June 30, 2021. Included are land, land improvements, building and improvements, construction in progress, motor vehicles, furniture and equipment and infrastructure.

Additional information on the Town of Richmond's capital assets is located in Note 6 of the Notes to the Financial Statements on page 36.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

Capital Assets (Net of Accumulated Depreciation)

|                            | June 30, 2021        |                      |                      | June 30, 2020        |                      |                      |
|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|                            | <u>Governmental</u>  | <u>Business-Type</u> |                      | <u>Governmental</u>  | <u>Business-Type</u> |                      |
|                            | <u>Activities</u>    | <u>Activities</u>    | <u>Total</u>         | <u>Activities</u>    | <u>Activities</u>    | <u>Total</u>         |
| Land                       | \$ 4,390,750         | \$ 59,254            | \$ 4,450,004         | \$ 4,390,750         | \$ 59,254            | \$ 4,450,004         |
| Construction in Progress   | -                    | 84,906               | 84,906               | -                    | 53,779               | 53,779               |
| Infrastructure             | 6,481,526            |                      | 6,481,526            | 7,190,364            |                      | 7,190,364            |
| Land improvements          | 431,559              |                      | 431,559              | 463,542              |                      | 463,542              |
| Buildings and improvements | 562,460              | 124,841              | 687,301              | 625,512              | 147,483              | 772,995              |
| Furniture and equipment    | 112,714              |                      | 112,714              | 143,011              |                      | 143,011              |
| Motor vehicles             | 693,275              |                      | 693,275              | 858,886              |                      | 858,886              |
| Main extension             |                      | 1,244,373            | 1,244,373            |                      | 1,283,116            | 1,283,116            |
| Water Tank                 |                      | 2,197,656            | 2,197,656            |                      | 2,284,349            | 2,284,349            |
| Equipment and machinery    |                      | 255,358              | 255,358              |                      | 132,163              | 132,163              |
| Total                      | <u>\$ 12,672,284</u> | <u>\$ 3,966,388</u>  | <u>\$ 16,638,672</u> | <u>\$ 13,672,065</u> | <u>\$ 3,960,144</u>  | <u>\$ 17,632,209</u> |

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

At the end of the current fiscal year, the Town of Richmond's Governmental Activities had total bonded debt of \$2,770,000 and the Business-Type Activities USDA loans amounted to \$1,900,059. Of the Governmental Activity debt amount, 100% comprises bonded debt backed by the full faith and credit of the government.

The Town's general obligation bond rating as assigned by Moody's Investors Service in the annual review is Aa3. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable Town property on the general obligation debt that a municipality can issue. The Town of Richmond's limit is \$29,868,781 at year-end. The Town's outstanding general obligation debt subject to the debt limit is \$4,670,059 at year-end, which is \$25,198,722 under the State imposed limitation.

The following is a summary of the Town's long-term debt.

|                          | June 30, 2021       |                      |                     | June 30, 2020       |                      |                     |
|--------------------------|---------------------|----------------------|---------------------|---------------------|----------------------|---------------------|
|                          | <u>Governmental</u> | <u>Business-Type</u> |                     | <u>Governmental</u> | <u>Business-Type</u> |                     |
|                          | <u>Activities</u>   | <u>Activities</u>    | <u>Total</u>        | <u>Activities</u>   | <u>Activities</u>    | <u>Total</u>        |
| General Obligation Bonds | \$ 2,770,000        | \$ -                 | \$ 2,770,000        | \$ 3,525,000        | \$ -                 | \$ 3,525,000        |
| Loans Payable            | -                   | 1,900,059            | 1,900,059           | -                   | 1,934,104            | 1,934,104           |
| Capital leases           | 1,222               | -                    | 1,222               | 3,271               | -                    | 3,271               |
| Totals                   | <u>\$ 2,771,222</u> | <u>\$ 1,900,059</u>  | <u>\$ 4,671,281</u> | <u>\$ 3,528,271</u> | <u>\$ 1,934,104</u>  | <u>\$ 5,462,375</u> |

Additional information on the Town's long-term debt can be found in Note 7 of the Notes to the Financial Statements on pages 37-39.

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

The Town of Richmond's total general fund budget for fiscal year 2022 amounts to \$27,780,436, which reflects an increase of \$896,622 over the fiscal 2021 budget of \$26,883,814. Of the Town's 2022 budget, \$20,633,430, or 74.3% is budgeted for educational purposes and \$7,147,006, or 25.7% is budgeted for all other purposes.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2021**  
**(Unaudited)**

The Town's tax rate for fiscal 2022 is \$20.62/1000 of assessed value while in fiscal 2021 the Town's tax rate was \$20.38. The Town performed a full revaluation in the year ending December 31, 2019 and a statistical update in 2013 and 2017 which changed the total assessed value for property in the Town.

Since December 2000, per Rhode Island General Law 44-5-11.6, municipalities in Rhode Island are required to perform full revaluations on all "ratable" property every nine years and statistical revaluations every three years for the years in between. The last full revaluation was performed as of December 31, 2019, which was the basis of the 2020 tax bills collected in the 2021 fiscal year end. The Town also completed a statistical revaluation that was reflected in the 2017 tax bills collected in the 2018 fiscal year end. The Town's tax rates for 2021 and 2022 with their differences are listed below. The tax on Motor Vehicles has been frozen at \$22.64. The tax on Inventory has been phased out. Rates are per \$1,000.

**Tax Rates**

|                | 2021     | 2022     | Increase<br>(Decrease) |
|----------------|----------|----------|------------------------|
|                |          |          |                        |
| Real Property  | \$ 20.38 | \$ 20.62 | \$ .24                 |
| Motor Vehicles | \$ 22.64 | \$ 22.64 | \$ -                   |
| Tangibles      | \$ 20.38 | \$ 20.62 | \$ .24                 |

**Request for Information**

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, contact the Treasurer's Office, Town of Richmond, 5 Richmond Townhouse Road, Richmond RI 02898.

Laura K Kenyon  
Finance Director

## **BASIC FINANCIAL STATEMENTS**

### **THE BASIC FINANCIAL STATEMENTS INCLUDE:**

#### **Government-Wide Financial Statements**

##### **Fund Financial Statements:**

- Governmental Funds**
- Proprietary Funds**
- Fiduciary Funds**

**In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Net Position**  
**June 30, 2021**

|                                                             | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activities</u> | <u>Total</u>         |
|-------------------------------------------------------------|------------------------------------|-------------------------------------|----------------------|
| <b>Assets</b>                                               |                                    |                                     |                      |
| <b>Current assets:</b>                                      |                                    |                                     |                      |
| Cash and cash equivalents                                   | \$ 7,520,063                       | \$ -                                | \$ 7,520,063         |
| Property taxes, net of allowance for uncollectible accounts | 868,368                            | -                                   | 868,368              |
| Accounts receivable - net                                   | 93,477                             | 35,580                              | 129,057              |
| Due from federal and state government                       | 134,670                            | -                                   | 134,670              |
| Internal balances                                           | (38,080)                           | 38,080                              | -                    |
| Prepaid expenses                                            | 31,396                             | -                                   | 31,396               |
| <b>Total current assets</b>                                 | <u>8,609,894</u>                   | <u>73,660</u>                       | <u>8,683,554</u>     |
| <b>Noncurrent assets:</b>                                   |                                    |                                     |                      |
| Capital assets: (Note 6)                                    |                                    |                                     |                      |
| Land and land rights                                        | 4,390,750                          | 59,254                              | 4,450,004            |
| Construction in progress                                    | -                                  | 84,906                              | 84,906               |
| Depreciable buildings, equipment and infrastructure, net    | 8,281,534                          | 3,822,228                           | 12,103,762           |
| <b>Total noncurrent assets</b>                              | <u>12,672,284</u>                  | <u>3,966,388</u>                    | <u>16,638,672</u>    |
| <b>Total assets</b>                                         | <u>21,282,178</u>                  | <u>4,040,048</u>                    | <u>25,322,226</u>    |
| <b>Deferred Outflows of Resources</b>                       |                                    |                                     |                      |
| Deferred pension amounts                                    | 600,519                            | -                                   | 600,519              |
| <b>Total deferred outflows of resources</b>                 | <u>600,519</u>                     | <u>-</u>                            | <u>600,519</u>       |
| <b>Liabilities</b>                                          |                                    |                                     |                      |
| <b>Current liabilities:</b>                                 |                                    |                                     |                      |
| Accounts payable and accrued expenses                       | 236,060                            | 1,055                               | 237,115              |
| Accrued interest payable                                    | 20,318                             | 23,678                              | 43,996               |
| Other liabilities                                           | 93,082                             | -                                   | 93,082               |
| Compensated absences payable                                | 18,491                             | -                                   | 18,491               |
| Capital lease payable                                       | 1,222                              | -                                   | 1,222                |
| Long-term debt - due within one year (Note 7)               | 495,000                            | 36,365                              | 531,365              |
| <b>Total current liabilities</b>                            | <u>864,173</u>                     | <u>61,098</u>                       | <u>925,271</u>       |
| <b>Noncurrent liabilities:</b>                              |                                    |                                     |                      |
| Compensated absences payable                                | 234,633                            | -                                   | 234,633              |
| Line of credit                                              | 41,260                             | -                                   | 41,260               |
| Long-term debt - due in more than one year (Note 7)         | 2,325,702                          | 1,863,694                           | 4,189,396            |
| Net pension liabilities                                     | 954,352                            | -                                   | 954,352              |
| <b>Total noncurrent liabilities</b>                         | <u>3,555,947</u>                   | <u>1,863,694</u>                    | <u>5,419,641</u>     |
| <b>Total liabilities</b>                                    | <u>4,420,120</u>                   | <u>1,924,792</u>                    | <u>6,344,912</u>     |
| <b>Deferred Inflows of Resources</b>                        |                                    |                                     |                      |
| Deferred pension amounts                                    | 570,894                            | -                                   | 570,894              |
| <b>Total deferred inflows of resources</b>                  | <u>570,894</u>                     | <u>-</u>                            | <u>570,894</u>       |
| <b>Net position</b>                                         |                                    |                                     |                      |
| Net investment in capital assets                            | 10,556,696                         | 2,066,329                           | 12,623,025           |
| Restricted for:                                             |                                    |                                     |                      |
| Historical records preservation                             | 34,982                             | -                                   | 34,982               |
| Land trust                                                  | 16,187                             | -                                   | 16,187               |
| Senior activities                                           | 35,581                             | -                                   | 35,581               |
| Public safety programs                                      | 12,082                             | -                                   | 12,082               |
| Community service programs                                  | 37,588                             | -                                   | 37,588               |
| Dog park                                                    | 3,801                              | -                                   | 3,801                |
| Scholarships                                                | 59,127                             | -                                   | 59,127               |
| Other programs                                              | 28,005                             | -                                   | 28,005               |
| Capital                                                     | 96,840                             | -                                   | 96,840               |
| Unrestricted                                                | 6,010,794                          | 48,927                              | 6,059,721            |
| <b>Total net position</b>                                   | <u>\$ 16,891,683</u>               | <u>\$ 2,115,256</u>                 | <u>\$ 19,006,939</u> |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2021**

| <b>Functions/Programs</b>                                             | <b>Expenses</b>      | <b>Program Revenues</b>         |                                                   |                                                 | <b>Net (Expense) Revenue<br/>and Changes in Net Position</b> |                                     |                      |
|-----------------------------------------------------------------------|----------------------|---------------------------------|---------------------------------------------------|-------------------------------------------------|--------------------------------------------------------------|-------------------------------------|----------------------|
|                                                                       |                      | <b>Charges for<br/>Services</b> | <b>Operating<br/>Grants and<br/>Contributions</b> | <b>Capital<br/>Grants and<br/>Contributions</b> | <b>Governmental<br/>Activities</b>                           | <b>Business-Type<br/>Activities</b> | <b>Total</b>         |
| <b>Governmental Activities:</b>                                       |                      |                                 |                                                   |                                                 |                                                              |                                     |                      |
| General government                                                    | \$ 1,791,998         | \$ 578,055                      | \$ 45,499                                         | \$ -                                            | \$ (1,168,444)                                               | \$ -                                | \$ (1,168,444)       |
| Public safety                                                         | 2,239,277            | 193,971                         | 564,049                                           | -                                               | (1,481,257)                                                  | -                                   | (1,481,257)          |
| Public works                                                          | 2,381,126            | 190,162                         | -                                                 | -                                               | (2,190,964)                                                  | -                                   | (2,190,964)          |
| Recreation and culture                                                | 22,428               | 22,130                          | 3,250                                             | -                                               | 2,952                                                        | -                                   | 2,952                |
| Education                                                             | 20,087,840           | -                               | 4,693,845                                         | -                                               | (15,393,995)                                                 | -                                   | (15,393,995)         |
| Community services                                                    | 879,845              | 4,073                           | 722,165                                           | -                                               | (153,607)                                                    | -                                   | (153,607)            |
| Canvassing authority                                                  | 8,241                | -                               | -                                                 | -                                               | (8,241)                                                      | -                                   | (8,241)              |
| Interest and other charges                                            | 58,744               | -                               | -                                                 | -                                               | (58,744)                                                     | -                                   | (58,744)             |
| <b>Total governmental activities</b>                                  | <b>27,469,499</b>    | <b>988,391</b>                  | <b>6,028,808</b>                                  | <b>-</b>                                        | <b>(20,452,300)</b>                                          | <b>-</b>                            | <b>(20,452,300)</b>  |
| <b>Business-Type Activities:</b>                                      |                      |                                 |                                                   |                                                 |                                                              |                                     |                      |
| Water fund                                                            | 319,539              | 177,726                         | -                                                 | 41,601                                          | -                                                            | (100,212)                           | (100,212)            |
| <b>Total business-type activities</b>                                 | <b>319,539</b>       | <b>177,726</b>                  | <b>-</b>                                          | <b>41,601</b>                                   | <b>-</b>                                                     | <b>(100,212)</b>                    | <b>(100,212)</b>     |
| <b>Total</b>                                                          | <b>\$ 27,789,038</b> | <b>\$ 1,166,117</b>             | <b>\$ 6,028,808</b>                               | <b>\$ 41,601</b>                                | <b>(20,452,300)</b>                                          | <b>(100,212)</b>                    | <b>(20,552,512)</b>  |
| <b>General Revenues:</b>                                              |                      |                                 |                                                   |                                                 |                                                              |                                     |                      |
| Property taxes                                                        |                      |                                 |                                                   |                                                 | 20,538,141                                                   | -                                   | 20,538,141           |
| State aid and in lieu of taxes, not restricted for a specific purpose |                      |                                 |                                                   |                                                 | 453,461                                                      | -                                   | 453,461              |
| Investment earnings                                                   |                      |                                 |                                                   |                                                 | 8,422                                                        | -                                   | 8,422                |
| Miscellaneous revenue                                                 |                      |                                 |                                                   |                                                 | 1,512                                                        | -                                   | 1,512                |
| <b>Total general revenues</b>                                         |                      |                                 |                                                   |                                                 | <b>21,001,536</b>                                            | <b>-</b>                            | <b>21,001,536</b>    |
| <b>Change in net position</b>                                         |                      |                                 |                                                   |                                                 | <b>549,236</b>                                               | <b>(100,212)</b>                    | <b>449,024</b>       |
| <b>Net position - beginning of year -restated</b>                     |                      |                                 |                                                   |                                                 | <b>16,342,447</b>                                            | <b>2,215,468</b>                    | <b>18,557,915</b>    |
| <b>Net position - end of year</b>                                     |                      |                                 |                                                   |                                                 | <b>\$ 16,891,683</b>                                         | <b>\$ 2,115,256</b>                 | <b>\$ 19,006,939</b> |

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

**TOWN OF RICHMOND, RHODE ISLAND**

*Balance Sheet  
Governmental Funds  
June 30, 2021*

|                                                                                | <b>General<br/>Fund</b> | <b>Capital<br/>Bond<br/>Fund</b> | <b>Other<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|--------------------------------------------------------------------------------|-------------------------|----------------------------------|-----------------------------------------|-----------------------------------------|
| <b>Assets</b>                                                                  |                         |                                  |                                         |                                         |
| Cash and cash equivalents                                                      | \$ 7,520,063            | \$ -                             | \$ -                                    | \$ 7,520,063                            |
| Property taxes, net of allowance<br>for doubtful accounts of \$300,000         | 868,368                 | -                                | -                                       | 868,368                                 |
| Accounts receivable                                                            | 52,203                  | -                                | 41,260                                  | 93,463                                  |
| Due from federal and state government                                          | 114,644                 | 20,026                           | -                                       | 134,670                                 |
| Due from other funds                                                           | 14                      | 1,114,638                        | 1,476,755                               | 2,591,407                               |
| Prepaid items                                                                  | 31,396                  | -                                | -                                       | 31,396                                  |
| <b>Total assets</b>                                                            | <b>\$ 8,586,688</b>     | <b>\$ 1,134,664</b>              | <b>\$ 1,518,015</b>                     | <b>\$ 11,239,367</b>                    |
| <b>Liabilities, Deferred Inflows of Resources,<br/>and Fund Balances</b>       |                         |                                  |                                         |                                         |
| <b>Liabilities</b>                                                             |                         |                                  |                                         |                                         |
| Accounts payable and accrued expenditures                                      | \$ 205,781              | \$ -                             | \$ 500                                  | \$ 206,281                              |
| Due to other funds                                                             | 2,659,252               | -                                | -                                       | 2,659,252                               |
| Other liabilities                                                              | 93,082                  | -                                | -                                       | 93,082                                  |
| <b>Total liabilities</b>                                                       | <b>2,958,115</b>        | <b>-</b>                         | <b>500</b>                              | <b>2,958,615</b>                        |
| <b>Deferred Inflows of Resources</b>                                           |                         |                                  |                                         |                                         |
| Unavailable revenue-property taxes                                             | 680,311                 | -                                | -                                       | 680,311                                 |
| Other deferred inflows                                                         | -                       | -                                | 41,260                                  | 41,260                                  |
| <b>Total deferred inflows of resources</b>                                     | <b>680,311</b>          | <b>-</b>                         | <b>41,260</b>                           | <b>721,571</b>                          |
| <b>Fund balances</b>                                                           |                         |                                  |                                         |                                         |
| Nonspendable:                                                                  |                         |                                  |                                         |                                         |
| Prepaid items                                                                  | 31,396                  | -                                | -                                       | 31,396                                  |
| Restricted for:                                                                |                         |                                  |                                         |                                         |
| Capital projects                                                               | -                       | 803,176                          | -                                       | 803,176                                 |
| Historical records preservation                                                | -                       | -                                | 34,982                                  | 34,982                                  |
| Senior activities                                                              | -                       | -                                | 35,581                                  | 35,581                                  |
| Public safety programs                                                         | -                       | -                                | 12,082                                  | 12,082                                  |
| Recreation programs                                                            | -                       | -                                | 250                                     | 250                                     |
| Community service programs                                                     | -                       | -                                | 37,588                                  | 37,588                                  |
| Dog park                                                                       | -                       | -                                | 3,801                                   | 3,801                                   |
| Land trust                                                                     | -                       | -                                | 16,187                                  | 16,187                                  |
| Education scholarships                                                         | -                       | -                                | 59,127                                  | 59,127                                  |
| Friends Cemetery                                                               | -                       | -                                | 27,755                                  | 27,755                                  |
| Committed for:                                                                 |                         |                                  |                                         |                                         |
| Planning and inspections                                                       | -                       | -                                | 65,087                                  | 65,087                                  |
| Public facilities                                                              | -                       | -                                | 1,168,525                               | 1,168,525                               |
| Public safety programs                                                         | -                       | -                                | 15,290                                  | 15,290                                  |
| Revaluation                                                                    | 175,634                 | -                                | -                                       | 175,634                                 |
| Comprehensive Plan                                                             | 13,090                  | -                                | -                                       | 13,090                                  |
| Capital projects                                                               | -                       | 331,488                          | -                                       | 331,488                                 |
| Capital - Alton Water                                                          | 19,291                  | -                                | -                                       | 19,291                                  |
| Capital - Foster Woods recreation                                              | 12,794                  | -                                | -                                       | 12,794                                  |
| Landscaping projects                                                           | 675                     | -                                | -                                       | 675                                     |
| Landfill                                                                       | 50,000                  | -                                | -                                       | 50,000                                  |
| Police vehicles                                                                | 39,545                  | -                                | -                                       | 39,545                                  |
| COVID relief                                                                   | 106,621                 | -                                | -                                       | 106,621                                 |
| Future state aid funding shortfalls                                            | 111,779                 | -                                | -                                       | 111,779                                 |
| Assigned for 2022 budget                                                       | 150,000                 | -                                | -                                       | 150,000                                 |
| Unassigned                                                                     | 4,237,437               | -                                | -                                       | 4,237,437                               |
| <b>Total fund balances</b>                                                     | <b>4,948,262</b>        | <b>1,134,664</b>                 | <b>1,476,255</b>                        | <b>7,559,181</b>                        |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <b>\$ 8,586,688</b>     | <b>\$ 1,134,664</b>              | <b>\$ 1,518,015</b>                     | <b>\$ 11,239,367</b>                    |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-Wide Statement of Net Position**  
**June 30, 2021**

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**Total Fund Balances - Total Governmental Funds** \$ 7,559,181

**Amounts reported for Governmental Activities in the Statement of Net Position are different because:**

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the Governmental Funds Balance Sheet. (See note 6 to the financial statements) 12,672,284

Long-term liabilities (including bonds payable, capital lease payable, compensated absences, net pension liabilities, line of credit) are not due and payable in the current period and therefore they are not reported in the Governmental Funds Balance Sheet (see note 7 to the financial statements) (4,070,660)

Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in Governmental Funds Balance Sheet. (20,318)

Delinquent taxes are recognized as revenue in the period for which levied in the Government-Wide financial statements, but are reported as deferred inflows of resources in Governmental Funds financial statements. 680,311

Deferred pension amounts are not reported in the Governmental Funds financial statements, but are reported in the Government-Wide financial statements as follows:

    Deferred outflows of resources 600,519

    Deferred inflows of resources (570,894)

Other accounts receivable and revenues are not available to pay for current period expenditures and, therefore, are deferred inflows of resources in the Governmental Funds Financial Statements. 41,260

**Net Position - Governmental Activities** \$ 16,891,683

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                        | <b>General<br/>Fund</b> | <b>Capital<br/>Bond<br/>Fund</b> | <b>Other<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|--------------------------------------------------------------------------------------------------------|-------------------------|----------------------------------|-----------------------------------------|-----------------------------------------|
| <b>Revenues:</b>                                                                                       |                         |                                  |                                         |                                         |
| Property taxes                                                                                         | \$ 20,508,147           | \$ -                             | \$ -                                    | \$ 20,508,147                           |
| Intergovernmental revenue                                                                              | 5,701,438               | 20,026                           | 752,711                                 | 6,474,175                               |
| License, permits and fees                                                                              | 694,661                 | -                                | 134,924                                 | 829,585                                 |
| Interest on investments                                                                                | 8,168                   | -                                | 254                                     | 8,422                                   |
| Other revenues                                                                                         | 160,315                 | -                                | 12,003                                  | 172,318                                 |
| <b>Total revenues</b>                                                                                  | <u>27,072,729</u>       | <u>20,026</u>                    | <u>899,892</u>                          | <u>27,992,647</u>                       |
| <b>Expenditures:</b>                                                                                   |                         |                                  |                                         |                                         |
| Current:                                                                                               |                         |                                  |                                         |                                         |
| General government                                                                                     | 1,548,721               | -                                | 84,653                                  | 1,633,374                               |
| Public safety                                                                                          | 2,165,593               | -                                | 9,180                                   | 2,174,773                               |
| Public works                                                                                           | 1,379,476               | -                                | -                                       | 1,379,476                               |
| Recreation and culture                                                                                 | 19,397                  | -                                | 3,031                                   | 22,428                                  |
| Education                                                                                              | 20,087,840              | -                                | -                                       | 20,087,840                              |
| Community services                                                                                     | 167,298                 | -                                | 712,547                                 | 879,845                                 |
| Canvassing authority                                                                                   | 8,241                   | -                                | -                                       | 8,241                                   |
| Capital outlay                                                                                         | -                       | 171,453                          | 27,480                                  | 198,933                                 |
| Debt service:                                                                                          |                         |                                  |                                         |                                         |
| Principal                                                                                              | 755,000                 | -                                | 3,909                                   | 758,909                                 |
| Interest and other charges                                                                             | 77,463                  | -                                | -                                       | 77,463                                  |
| <b>Total expenditures</b>                                                                              | <u>26,209,029</u>       | <u>171,453</u>                   | <u>840,800</u>                          | <u>27,221,282</u>                       |
| <b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b> | <u>863,700</u>          | <u>(151,427)</u>                 | <u>59,092</u>                           | <u>771,365</u>                          |
| <b>Other financing sources (uses):</b>                                                                 |                         |                                  |                                         |                                         |
| Debt issued                                                                                            | -                       | -                                | 18,000                                  | 18,000                                  |
| Transfers in                                                                                           | -                       | 277,264                          | -                                       | 277,264                                 |
| Transfers out                                                                                          | (277,264)               | -                                | -                                       | (277,264)                               |
| <b>Total other financing sources (uses)</b>                                                            | <u>(277,264)</u>        | <u>277,264</u>                   | <u>18,000</u>                           | <u>18,000</u>                           |
| <b>Net change in fund balances</b>                                                                     | 586,436                 | 125,837                          | 77,092                                  | 789,365                                 |
| <b>Fund balances - beginning of year -restated</b>                                                     | <u>4,361,826</u>        | <u>1,008,827</u>                 | <u>1,399,163</u>                        | <u>6,769,816</u>                        |
| <b>Fund balances - end of year</b>                                                                     | <u>\$ 4,948,262</u>     | <u>\$ 1,134,664</u>              | <u>\$ 1,476,255</u>                     | <u>\$ 7,559,181</u>                     |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and**  
**Changes in the Fund Balances to Government-Wide Statement of Activities**  
**For the Year Ended June 30, 2021**

|                                                                                                                                                                                                                                                                                                                                                                                                                |                   |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|
| <b>Net Changes in Fund Balances - Total Governmental Funds</b>                                                                                                                                                                                                                                                                                                                                                 | <b>\$ 789,365</b> |
| <b>Amounts reported for Governmental Activities in the Statement of Activities are different because:</b>                                                                                                                                                                                                                                                                                                      |                   |
| Governmental Funds financial statements report capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.                                                                                                                                                                       |                   |
| This is the amount of capital asset additions recorded in the current period.                                                                                                                                                                                                                                                                                                                                  | 111,095           |
| Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in Governmental Funds financial statements.                                                                                                                                  | (1,110,876)       |
| Long-term compensated absences are reported in the Government-Wide Statement of Activities, but do not require the use of current financial resources. Therefore, long-term compensated absences are not reported as expenditures in Governmental Funds financial statements. This is the amount of the change in long-term compensated absences in the current period.                                        | 6,349             |
| Bond proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of bond principal is an expenditure in Government Funds, but the payment reduces long-term liabilities in the Government-Wide Statement of Net Position.                                                                 |                   |
| This amount represents bond principal payments during the current period.                                                                                                                                                                                                                                                                                                                                      | 755,000           |
| Accrued interest on long-term debt is reported in the Government-Wide Statement of Activities, but does not require the use of current financial resources. Therefore, accrued interest expense is not reported as an expenditure in Governmental Funds financial statements. The following amount represents the change in accrued interest from prior year.                                                  | 6,045             |
| Capital lease and line of credit proceeds provide current financial resources to Governmental Funds, but issuing debt increases long-term liabilities in the Government-Wide Statement of Net Position. Repayment of capital lease and line of credit principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the Government-Wide Statement of Net Position. |                   |
| This amount represents capital lease and line of credit principal payments during the current period.                                                                                                                                                                                                                                                                                                          | 5,957             |
| Revenues in the Government-Wide Statement of Activities that are not measurable and available in Governmental Funds are not reported as revenue in the Governmental Funds.                                                                                                                                                                                                                                     | 26,086            |
| Debt issued at a premium provide current financial resources to Governmental Funds, but are deferred and amortized in the Government-Wide financial statements.                                                                                                                                                                                                                                                |                   |
| This amount represents premium amortized during the current period.                                                                                                                                                                                                                                                                                                                                            | 12,675            |
| Long-term net pension liabilities are reported in the Government-Wide Statement of Activities, but do not require the use of current financial resources or are not available to pay for current period expenditures. Therefore, long-term net pension liabilities are not reported as expenditures in Governmental Funds financial statements.                                                                |                   |
| This is the amount of the change in long-term net pension liabilities and related deferred pension amounts in the current period.                                                                                                                                                                                                                                                                              | (52,460)          |
| <b>Change in Net Position of Governmental Activities</b>                                                                                                                                                                                                                                                                                                                                                       | <b>\$ 549,236</b> |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2021**

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|                                                             | <u><b>Enterprise Fund</b></u> |
|-------------------------------------------------------------|-------------------------------|
|                                                             | <u><b>Water Fund</b></u>      |
| <b>Assets</b>                                               |                               |
| <b>Current assets:</b>                                      |                               |
| Accounts receivable, user fees - net                        | \$ 11,593                     |
| Accrued revenue                                             | 23,987                        |
| Due from other funds                                        | 38,080                        |
| <b>Total current assets</b>                                 | <u>73,660</u>                 |
| <b>Noncurrent assets:</b>                                   |                               |
| Capital assets:                                             |                               |
| Land                                                        | 59,254                        |
| Construction in progress                                    | 84,906                        |
| Depreciable buildings, equipment<br>and infrastructure, net | <u>3,822,228</u>              |
| <b>Total noncurrent assets</b>                              | <u>3,966,388</u>              |
| <b>Total assets</b>                                         | <u>4,040,048</u>              |
| <br><b>Liabilities</b>                                      |                               |
| <b>Current liabilities</b>                                  |                               |
| Accounts payable and accrued expenses                       | 1,055                         |
| Accrued interest payable                                    | 23,678                        |
| Long-term debt -due within one year                         | 36,365                        |
| <b>Total current liabilities</b>                            | <u>61,098</u>                 |
| <b>Noncurrent liabilities</b>                               |                               |
| Long-term debt -due in more than one year                   | <u>1,863,694</u>              |
| <b>Total noncurrent liabilities</b>                         | <u>1,863,694</u>              |
| <b>Total liabilities</b>                                    | <u>1,924,792</u>              |
| <br><b>Net position</b>                                     |                               |
| Net investment in capital assets                            | 2,066,329                     |
| Unrestricted                                                | <u>48,927</u>                 |
| <b>Total net position</b>                                   | <u><u>\$ 2,115,256</u></u>    |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2021**

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|                                                      |                               |
|------------------------------------------------------|-------------------------------|
|                                                      | <b><u>Enterprise Fund</u></b> |
|                                                      | <b><u>Water Fund</u></b>      |
| <b>Operating revenues</b>                            |                               |
| User fees                                            | \$ 177,726                    |
| <b>Total operating revenues</b>                      | <u>177,726</u>                |
| <b>Operating expenses</b>                            |                               |
| Utilities                                            | 13,956                        |
| Administrative expenses                              | 19,204                        |
| Materials, supplies and operations                   | 73,292                        |
| Depreciation                                         | 156,125                       |
| <b>Total operating expenses</b>                      | <u>262,577</u>                |
| <b>Operating loss</b>                                | <u>(84,851)</u>               |
| <b>Nonoperating expenses</b>                         |                               |
| Interest expense                                     | (56,962)                      |
| <b>Total nonoperating expenses</b>                   | <u>(56,962)</u>               |
|                                                      | -                             |
| <b>Net loss before capital contributions</b>         | (141,813)                     |
| <b>Capital contributions - Chariho and Hopkinton</b> | 41,601                        |
| <b>Change in net position</b>                        | (100,212)                     |
| <b>Total net position - beginning of year</b>        | <u>2,215,468</u>              |
| <b>Total net position - end of year</b>              | <u><u>\$ 2,115,256</u></u>    |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2021**

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|                                                                          | <u><b>Enterprise Fund</b></u> |
|--------------------------------------------------------------------------|-------------------------------|
|                                                                          | <u><b>Water Fund</b></u>      |
| <b><i>Cash flows from operating activities</i></b>                       |                               |
| Receipts from customers for user fees                                    | \$ 168,176                    |
| Payments to suppliers for goods and services                             | (85,326)                      |
| Payments to other funds for services provided                            | (18,000)                      |
| <b><i>Net cash provided by operating activities</i></b>                  | <u>64,850</u>                 |
| <b><i>Cash flows from non-capital financing activities</i></b>           |                               |
| Interfund transactions                                                   | 138,249                       |
| <b><i>Net cash provided by non-capital financing activities</i></b>      | <u>138,249</u>                |
| <b><i>Cash flows from capital and related financing activities</i></b>   |                               |
| Acquisition and construction of capital assets                           | (162,369)                     |
| Capital contributions                                                    | 50,702                        |
| Principal paid on loan                                                   | (34,045)                      |
| Interest paid on loan                                                    | (57,387)                      |
| <b><i>Net cash used for capital and related financing activities</i></b> | <u>(203,099)</u>              |
| <b><i>Net increase in cash and cash equivalents</i></b>                  | -                             |
| <b><i>Cash and cash equivalents - beginning of year</i></b>              | <u>-</u>                      |
| <b><i>Cash and cash equivalents - end of year</i></b>                    | <u><u>\$ -</u></u>            |

***(Continued)***

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2021**

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|                                                                                                     | <u><b>Enterprise Fund</b></u> |
|-----------------------------------------------------------------------------------------------------|-------------------------------|
|                                                                                                     | <u><b>Water Fund</b></u>      |
| <b><i>Reconciliation of operating loss to net cash provided by operating activities:</i></b>        |                               |
| Operating loss                                                                                      | \$ (84,851)                   |
| <b><i>Adjustments to reconcile operating loss to net cash provided by operating activities:</i></b> |                               |
| Depreciation                                                                                        | 156,125                       |
| Changes in assets and liabilities:                                                                  |                               |
| Increase in accounts receivable and accrued revenue, user fees                                      | (7,378)                       |
| Decrease in other assets                                                                            | 3,126                         |
| Decrease in accounts payable and accrued expenses                                                   | <u>(2,172)</u>                |
| <b><i>Net cash provided by operating activities</i></b>                                             | <u><u>\$ 64,850</u></u>       |

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

**TOWN OF RICHMOND, RHODE ISLAND**

**Statement of Fiduciary Net Position**

**Fiduciary Funds**

**June 30, 2021**

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|                               |                                               |
|-------------------------------|-----------------------------------------------|
|                               | <b><u>Private-Purpose<br/>Trust Funds</u></b> |
| <b>Assets</b>                 |                                               |
| Cash and cash equivalents     | \$ 1,239                                      |
| Investments                   | 170,402                                       |
| Due from other funds          | 29,779                                        |
| <b>Total assets</b>           | <b><u>201,420</u></b>                         |
| <br><b>Liabilities</b>        |                                               |
| Due to other funds            | <u>14</u>                                     |
| <b>Total liabilities</b>      | <b><u>14</u></b>                              |
| <br><b>Net Position</b>       |                                               |
| Restricted for other purposes | <b><u>\$ 201,406</u></b>                      |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Fiscal Year Ended June 30, 2021**

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|                                                         | <b><u>Private-Purpose<br/>Trust Funds</u></b> |
|---------------------------------------------------------|-----------------------------------------------|
| <b>Additions</b>                                        |                                               |
| Investment earnings:                                    |                                               |
| Net increase (decrease) in fair value<br>of investments | \$ 28,529                                     |
| Interest and dividends                                  | <u>4,191</u>                                  |
| Total investment earnings                               | 32,720                                        |
| Less investment expenses                                | <u>2,134</u>                                  |
| Net investment earnings                                 | <u>30,586</u>                                 |
| <br><b>Total additions</b>                              | <br><u>30,586</u>                             |
| <br><b>Deductions</b>                                   |                                               |
| Miscellaneous                                           | <u>2,145</u>                                  |
| <b>Total deductions</b>                                 | <u>2,145</u>                                  |
| <br><b>Change in net position</b>                       | <br>28,441                                    |
| <br><b>Net position - beginning of year-restated</b>    | <br><u>172,965</u>                            |
| <br><b>Net position - end of year</b>                   | <br><u><u>\$ 201,406</u></u>                  |

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

The financial statements of the Town of Richmond, 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 Richmond, originally part of the Town of Charlestown, was incorporated August 18, 1747. Located in Washington County, Richmond is approximately twenty-eight miles southwest of Providence, Rhode Island. Bounded on the north by the Town of Exeter, on the east by the Towns of Exeter and South Kingstown, on the south by the Town of Charlestown and on the west by the Town of Hopkinton, the Town encompasses an area of 40.6 square miles, including 0.2 square miles of inland water. The Town operates under a Home Rule Charter adopted by the citizens in 2008 with an elected Town Council and appointed Town Administrator form of government. All powers of the Town, except those vested in the Financial Town Meeting, are vested in a five member Council headed by the Council President. The Town Council is responsible for establishing policies, enacting ordinances, and appointing a Town Administrator. The Town Administrator supervises the operation of the municipal government under the authority and direction of the Town Council. The Finance Board of the Town is comprised of 5 residents of the Town who are appointed by the Town Council. All proposed budget requests from town department heads, board chairpersons and community service representatives for the Town's ensuing fiscal year are to be submitted to the Finance Board by December 31 of the prior calendar year. The annual Financial Town Meeting is held on or before June 15<sup>th</sup> each year to adopt the budget.

In evaluating the inclusion of potential 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", and GASB Statement No. 61 "Financial Reporting Entity-Omnibus". A component unit is a legally separate organization for which the elected officials of the primary government are financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The Town of Richmond does not have any component units.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**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. These statements report information about the reporting entity as a whole. Fiduciary activities of the Town are not included in these statements. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through property taxes, intergovernmental revenue, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services rendered.

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

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, liabilities, and deferred inflows of resources, including capital assets, infrastructure 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 the liability is incurred.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total column. In the Statement of Activities, those transactions between governmental and business-type activities have not been eliminated.

**Fund Financial Statements**

The Fund Financial Statements of the Town are organized into funds, each of which is considered to be a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to specific Town functions or activities. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three categories: governmental, proprietary, and fiduciary. Major individual governmental funds and enterprise funds are reported as separate columns in the Fund Financial Statements.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**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 position presented in the Government-Wide Financial Statements.

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, current liabilities and deferred inflows of resources 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 collected 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, except for principal and interest on long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured.

**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 and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted or reported in another fund.

**Capital Bond Fund** – The Capital Bond Fund accounts for debt proceeds and General Fund appropriations used for the acquisition or construction of capital facilities and other capital assets.

**Proprietary Fund Financial Statements**

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows.

Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or noncurrent) are included in the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period earned while expenses are recognized in the period the liability is incurred.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The Town has one Enterprise Fund as follows:

**Water Fund** – The Water Fund is used to account for the water use fees and the expenses associated with providing water services to Town residents.

**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 the Private Purpose Trust Funds. Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as a custodian for individuals, private organizations or other governments. The Fiduciary Funds are accounted for on a spending or "*economic resources*" measurement focus and the accrual basis of accounting.

**Private Purpose Trust Funds** – These funds account for funds held by the Town under various trust arrangements for the benefit of individuals and cemetery perpetual care.

**C. RECENTLY ISSUED ACCOUNTING STANDARDS**

The Town has implemented the following new accounting pronouncements:

- GASB Statement No. 84 – *Fiduciary Activities*, effective for the Town's fiscal year ending June 30, 2021.
- GASB Statement No. 90 – *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*, effective for the Town's fiscal year ending June 30, 2021.
- GASB Statement No. 93 – *Replacement of Interbank Offered Rates*, effective for the Town's fiscal year ending June 30, 2021, except for paragraphs 11b, 13 and 14 which are effective for the Town's fiscal year ending June 30, 2022.

As discussed in Note 18, the adoption of GASB Statement Number 84 resulted in restatements to the financial statements to reclassify funds recorded as private-purpose trust funds and agency funds in prior years that no longer meet the definition of a private-purpose trust fund or a custodial fund. The adoption of GASB Statement Number 90 and the portion of GASB Statement Number 93 applicable in fiscal year 2021 did not have an impact on the Town's financial position or results of operations.

The Town will adopt the following new accounting pronouncements in future years:

- GASB Statement No. 87 – *Leases*, effective for the Town's fiscal year ending June 30, 2022.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

- GASB Statement No. 89 – *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for the Town’s fiscal year ending June 30, 2022.
- GASB Statement No. 91 – *Conduit Debt Obligations*, effective for the Town’s fiscal year ending June 30, 2023.
- GASB Statement No. 92 – *Omnibus 2020*, effective for the Town’s fiscal year ending June 30, 2022, except for the requirements related to the effective date of Statement 87 and Implementation Guide 2019-3 which are effective upon issuance.
- GASB Statement No. 93 – *Replacement of Interbank Offered Rates*, paragraphs 11b, 13 and 14, effective for the Town’s fiscal year ending June 30, 2022.
- GASB Statement No. 94 – *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, effective for the Town’s fiscal year ending June 30, 2023.
- GASB Statement No. 96 – *Subscription-Based Information Technology Arrangements*, effective for the Town’s fiscal year ending June 30, 2023.
- GASB Statement No. 97 – *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a suppression of GASB Statement No. 32*, effective for the Town’s fiscal year ending June 30, 2022, except for paragraphs 4 and 5 which are effective upon issuance.
- GASB Statement No. 98 – *The Annual Comprehensive Financial Report*, effective for the Town’s fiscal year ending June 30, 2022.

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

**D. CASH AND CASH EQUIVALENTS**

The Town considers cash and cash equivalents in the Proprietary Funds to include cash on hand, time and demand deposits and short-term investments maturing within three months from the date of acquisition.

**E. INVESTMENTS**

The Town reports investments at fair value, except for money market funds which are reported at net asset value per share (which approximates fair value).

**F. ACCOUNTS RECEIVABLE AND TAXES RECEIVABLE**

Accounts receivable and taxes receivable are shown net of an allowance for uncollectible accounts. The allowances are calculated based on the age of the individual receivables.

**G. PREPAID ITEMS**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**H. UNBILLED SERVICES – ACCRUED REVENUE**

Water revenue is recorded when earned. Customers are billed quarterly. The estimated value of services provided, but unbilled at year-end has been included in the accompanying financial statements.

**I. CAPITAL ASSETS**

Capital assets are reported in the Government-Wide Statement of Net Position. In the Fund Financial Statements, capital assets used in governmental fund activities are accounted for as capital expenditures. Capital assets used in Proprietary Fund operations are accounted for in the same manner as in the Government-Wide Financial Statements.

All capital assets are recorded at cost or estimated historical cost. Donated capital assets are recorded at acquisition value as of the date received.

Capitalized assets are defined by the Town as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. The Town retroactively accounted for infrastructure capital assets in fiscal year 2007. Infrastructure assets are defined generally as capital assets that are immovable and of value only to the governmental unit, including roads, bridges, sidewalks and street lighting.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

|                                             | <u>Years</u> |
|---------------------------------------------|--------------|
| Land improvements                           | 20           |
| Buildings and improvements                  | 30-40        |
| Motor vehicles                              | 5            |
| Furniture and equipment                     | 5-40         |
| Infrastructure/roadways (principally roads) | 25-40        |
| Water tank                                  | 30           |
| Main extension                              | 40           |

**J. DEBT PREMIUMS**

In the Governmental Fund Financial Statements, debt premiums are reported 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. DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES**

Deferred outflows of resources represent a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

In the Governmental Fund Financial Statements, deferred inflows of resources are reported for receivables recorded in the Governmental Fund Financial Statements for which the revenue is not available or amounts received before the period for which property taxes are levied. In the Government-Wide Financial Statements, deferred outflows of resources and deferred inflows of resources are reported for amounts related to the Town's pension plans that will be amortized as a component of pension expense in future years.

**L. PROPERTY TAXES**

The Town is permitted by state law to levy property taxes. Current tax collections for the Town were approximately 96.8% of the total 2020 levy. The tax levy of the Town is approved by the citizens at the Financial Town Meeting.

The Town's fiscal 2020-2021 property taxes were levied in July 2020 on assessed valuation as of December 31, 2019. Upon levy, taxes are due and payable on September 7 or may be paid quarterly on September 7, December 7, March 7, and June 7. Failure to mail payments by due dates will result in lien on taxpayer's property. Taxable assessed values are established by Tax Assessor's Office and are currently calculated at approximately 100% of current market value for real estate and motor vehicles.

**M. COMPENSATED ABSENCES**

Under the terms of various contracts and agreements, Town 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 at June 30. The liability is calculated at the rate of pay in effect at June 30, 2021. Sick leave is not paid upon termination or retirement, therefore, no liability is accrued for sick leave.

The entire compensated absence liability is reported on the Government-Wide Financial Statements. For Governmental Fund Financial Statements, the amount of accumulated vacation has been recorded as a current liability to the extent that the amounts are due to employees that have resigned or retired.

**N. 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 they will be liquidated with current financial resources. However, claims and judgments and compensated absences paid from governmental funds are reported as a liability in the Governmental Fund Financial Statements only for the portion expected to be financed from expendable available financial resources. Long-term debt paid from governmental funds is not recognized as a liability in the Governmental Fund Financial Statements until due.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**O. PENSIONS**

For the purposes of measuring the net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System plans and the additions to/ deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

**P. USE OF 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.

**NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. LEGAL DEBT MARGIN**

The Town's legal debt margin as set forth by State Statute is limited to three percent of total taxable assessed value, which approximates \$29,868,781. As of June 30, 2021, the Town's debt subject to the legal debt margin is \$4,670,059 and the Town is under the debt limit by \$25,198,722. The debt subject to the debt limitation is based on the type of debt that is issued.

**NOTE 3 – CASH DEPOSITS**

**DEPOSITS** – are in four 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 the Statement of Net Position as "Cash and Cash Equivalents".

|                                                     |                                   |
|-----------------------------------------------------|-----------------------------------|
|                                                     | <b><u>Carrying<br/>Amount</u></b> |
| Total Deposits                                      | \$7,518,653                       |
| Add: Petty cash                                     | 1,410                             |
| Investments classified as cash and cash equivalents | <u>1,239</u>                      |
| <b>Total Cash and Cash Equivalents</b>              |                                   |
| <b>Reported in the Financial Statements</b>         | <b><u><u>\$7,521,302</u></u></b>  |

**CUSTODIAL CREDIT RISK** – custodial credit risk is the risk that in the event of the failure of a depository financial institution, the Town will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a formal deposit policy for custodial credit risk, but is governed by State laws as described below.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

As of June 30, 2021, \$4,644,176 of the Town's bank balance of \$7,687,330 was exposed to custodial credit risk as follows:

|                                                                                                            | <u><b>Bank<br/>Balance</b></u> |
|------------------------------------------------------------------------------------------------------------|--------------------------------|
| Insured (Federal depository insurance funds)                                                               | \$3,043,154                    |
| Collateralized with securities, held by pledging financial<br>Institution or its agent, in the Town's name | 4,639,208                      |
| Uninsured and uncollateralized                                                                             | <u>4,968</u>                   |
| <b>Total</b>                                                                                               | <u><b>\$7,687,330</b></u>      |

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 June 30, 2021, the uninsured and uncollateralized deposits with institutions were \$4,968. These deposits are not time deposits with maturities greater than 60 days and are held by an institution that meets the minimum capital standards prescribed by federal regulators.

**NOTE 4 – INVESTMENTS**

At June 30, 2021, the Town's investments were as follows:

| <u><b>Investment</b></u>                                      | <u><b>Weighted Average<br/>Maturity</b></u> | <u><b>Fair Value</b></u> | <u><b>Rating</b></u> |
|---------------------------------------------------------------|---------------------------------------------|--------------------------|----------------------|
| Fidelity Investment Money Market Fund                         |                                             |                          |                      |
| - Government Portfolio Funds                                  | 28 days                                     | \$ 1,239                 | AAAm                 |
| ETFs - Domestic Equity Funds                                  | N/A                                         | 94,079                   | Not Rated            |
| ETFs - Real Estate Funds                                      | N/A                                         | 1,221                    | Not Rated            |
| ETFs - International Equity Funds                             | N/A                                         | 3,885                    | Not Rated            |
| ETFs - Domestic Fixed Income                                  | 8.34 years                                  | 13,609                   | A                    |
| ETFs - Domestic Fixed Income                                  | 8.11 years                                  | 6,016                    | AA                   |
| Mutual Funds - Domestic Fixed Income                          | 8.47 years                                  | 36,184                   | BBB                  |
| Mutual Funds - Domestic Fixed Income                          | 2.70 years                                  | <u>15,408</u>            | BBB                  |
|                                                               |                                             | 171,641                  |                      |
| Investments classified as cash and cash equivalents           |                                             | <u>(1,239)</u>           |                      |
| <b>Total Investments Reported in the Financial Statements</b> |                                             | <u><b>\$ 170,402</b></u> |                      |

The money market investments have a maturity of less than one year. The fair value of the money market funds reflects the net asset value reported by the fund administrator which is a stable \$1 per unit. The underlying investments, which are short-term cash equivalent type investments are generally carried at amortized cost which approximates fair value. There are no participant withdrawal limitations.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

The Town has an investment policy that applies to all financial assets of the Town's governmental and enterprise funds. The investment policy seeks to ensure that capital losses are avoided either from security defaults or erosion of market value. All investments are to meet the "prudent investor" rule which states "Investments shall be made with judgment and care, under circumstance then prevailing which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment considering probable safety of capital as well as probable income to be derived," which simply means that under varying economic conditions the portfolio will be adjusted to ensure safety of principal.

General Fund investments are governed by Title 35, Chapter 10, Section 11 of the State's General Laws. This law generally allows for short-term investments, such as certificates of deposit, money market funds, obligations guaranteed by the U.S. government, etc. with the goal of seeking reasonable income while preserving capital.

Capital Project funds (Reserve Funds) are governed by Title 45, Chapter 11, Section 1 of the State's General Laws. This law permits, with advice from the Town Council, savings accounts, certificate of deposits, obligations of the U.S. government or its agencies or in any other short-term investment, as would be made by prudent persons of discretion and intelligence.

The Town's policy permits the following investments: U.S. Treasury Bills, short-term obligations of U.S. government agencies, federally insured or collateralized certificates of deposit, repurchase agreements collateralized by U.S. Treasury securities, State investment pools, and money market funds consisting of U.S. government securities. The certificate of deposits and repurchase agreements are to be federally insured or collateralized in an amount at least 102% in market value to the amount of the deposit.

**Interest Rate Risk** – The Town policy limits investment maturities based on projected cash flow needs for each fund. In order to minimize risk of fair value losses arising from interest rate fluctuations, the Town uses the three-month U.S. Treasury Bill as a performance benchmark.

**Credit Risk** –The Town is governed by State Laws that limit investment choices to short-term investments for its' public deposits (General Fund) and reserve funds (Capital Projects). The investment choices are also limited as described above.

**Concentration of Credit Risk** –The Town does not have any policies that limit the amount that can be invested with one issuer.

**Custodial Credit Risk** – Custodial credit risk for investments is the risk that in the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy governing custodial credit risk.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
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**NOTE 5 – FAIR VALUE MEASUREMENTS**

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The Town has the following recurring fair value measurements as of June 30, 2021:

- The following investments are valued using prices quoted in active markets for those investments (Level 1 inputs): Equity ETFs \$97,964, Real Estate ETFs \$1,221 and Fixed Income Mutual Funds and ETFs \$71,217.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**NOTE 6 - CAPITAL ASSETS**

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

|                                                     | <u><i>Beginning<br/>Balance</i></u> | <u><i>Additions</i></u> | <u><i>Retirements</i></u> | <u><i>Ending<br/>Balance</i></u> |
|-----------------------------------------------------|-------------------------------------|-------------------------|---------------------------|----------------------------------|
| <b>Governmental Activities:</b>                     |                                     |                         |                           |                                  |
| Nondepreciable assets:                              |                                     |                         |                           |                                  |
| Land                                                | \$ 4,390,750                        | \$ -                    | \$ -                      | \$ 4,390,750                     |
|                                                     | <u>4,390,750</u>                    | <u>-</u>                | <u>-</u>                  | <u>4,390,750</u>                 |
| Depreciable assets:                                 |                                     |                         |                           |                                  |
| Infrastructure                                      | 34,573,346                          | -                       | -                         | 34,573,346                       |
| Land improvements                                   | 639,655                             | -                       | -                         | 639,655                          |
| Buildings and improvements                          | 2,969,474                           | -                       | -                         | 2,969,474                        |
| Furniture and equipment                             | 739,130                             | -                       | 357,749                   | 381,381                          |
| Motor vehicles                                      | 2,942,902                           | 111,095                 | -                         | 3,053,997                        |
|                                                     | <u>41,864,507</u>                   | <u>111,095</u>          | <u>357,749</u>            | <u>41,617,853</u>                |
| <b>Total capital assets</b>                         | <u>46,255,257</u>                   | <u>111,095</u>          | <u>357,749</u>            | <u>46,008,603</u>                |
| Less accumulated depreciation for:                  |                                     |                         |                           |                                  |
| Infrastructure                                      | 27,382,982                          | 708,838                 | -                         | 28,091,820                       |
| Land improvements                                   | 176,113                             | 31,983                  | -                         | 208,096                          |
| Buildings and improvements                          | 2,343,962                           | 63,052                  | -                         | 2,407,014                        |
| Furniture and equipment                             | 596,119                             | 30,297                  | 357,749                   | 268,667                          |
| Motor vehicles                                      | 2,084,016                           | 276,706                 | -                         | 2,360,722                        |
|                                                     | <u>32,583,192</u>                   | <u>1,110,876</u>        | <u>357,749</u>            | <u>33,336,319</u>                |
| <b>Total accumulated depreciation</b>               | <u>32,583,192</u>                   | <u>1,110,876</u>        | <u>357,749</u>            | <u>33,336,319</u>                |
| <b>Governmental activities capital assets, net</b>  | <u>\$ 13,672,065</u>                | <u>\$ (999,781)</u>     | <u>\$ -</u>               | <u>\$ 12,672,284</u>             |
| <b>Business-Type Activities</b>                     |                                     |                         |                           |                                  |
| Nondepreciable assets:                              |                                     |                         |                           |                                  |
| Land                                                | \$ 59,254                           | \$ -                    | \$ -                      | \$ 59,254                        |
| Construction in progress                            | 53,779                              | 31,127                  | -                         | 84,906                           |
|                                                     | <u>113,033</u>                      | <u>31,127</u>           | <u>-</u>                  | <u>144,160</u>                   |
| Depreciable assets:                                 |                                     |                         |                           |                                  |
| Buildings                                           | 905,694                             | -                       | -                         | 905,694                          |
| Main extension                                      | 1,549,734                           | -                       | -                         | 1,549,734                        |
| Water Tank                                          | 2,600,783                           | -                       | -                         | 2,600,783                        |
| Equipment and machinery                             | 281,026                             | 131,242                 | -                         | 412,268                          |
|                                                     | <u>5,337,237</u>                    | <u>131,242</u>          | <u>-</u>                  | <u>5,468,479</u>                 |
| <b>Total capital assets</b>                         | <u>5,450,270</u>                    | <u>162,369</u>          | <u>-</u>                  | <u>5,612,639</u>                 |
| Less accumulated depreciation for:                  |                                     |                         |                           |                                  |
| Buildings                                           | 758,211                             | 22,642                  | -                         | 780,853                          |
| Main extension                                      | 266,618                             | 38,743                  | -                         | 305,361                          |
| Water Tank                                          | 316,434                             | 86,693                  | -                         | 403,127                          |
| Equipment and machinery                             | 148,863                             | 8,047                   | -                         | 156,910                          |
|                                                     | <u>1,490,126</u>                    | <u>156,125</u>          | <u>-</u>                  | <u>1,646,251</u>                 |
| <b>Total accumulated depreciation</b>               | <u>1,490,126</u>                    | <u>156,125</u>          | <u>-</u>                  | <u>1,646,251</u>                 |
| <b>Business-type activities capital assets, net</b> | <u>\$ 3,960,144</u>                 | <u>\$ 6,244</u>         | <u>\$ -</u>               | <u>\$ 3,966,388</u>              |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
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Depreciation expense was charged as follows:

Governmental activities:

|                                                            |                            |
|------------------------------------------------------------|----------------------------|
| General government                                         | \$ 75,605                  |
| Public safety                                              | 80,655                     |
| Public works                                               | 954,616                    |
| <b>Total depreciation expense, governmental activities</b> | <b><u>\$ 1,110,876</u></b> |

Business-type activities:

|                                                             |                          |
|-------------------------------------------------------------|--------------------------|
| Water fund                                                  | \$ 156,125               |
| <b>Total depreciation expense, business-type activities</b> | <b><u>\$ 156,125</u></b> |

**NOTE 7 – LONG-TERM LIABILITIES**

**A. LONG-TERM LIABILITIES:**

Changes in long-term liabilities during the year ended June 30, 2021 were as follows:

|                                        | <u>Beginning<br/>Balance</u> | <u>Additions</u> | <u>Retirements</u> | <u>Ending<br/>Balance</u> | <u>Amounts<br/>Due Within<br/>One Year</u> |
|----------------------------------------|------------------------------|------------------|--------------------|---------------------------|--------------------------------------------|
| <b>Governmental activities:</b>        |                              |                  |                    |                           |                                            |
| <b>Bonds payable:</b>                  |                              |                  |                    |                           |                                            |
| Bonds payable                          | \$ 1,525,000                 | \$ -             | \$ 505,000         | \$ 1,020,000              | \$ 245,000                                 |
| Bonds from direct placements           | 2,000,000                    | -                | 250,000            | 1,750,000                 | 250,000                                    |
|                                        | <u>3,525,000</u>             | <u>-</u>         | <u>755,000</u>     | <u>2,770,000</u>          | <u>495,000</u>                             |
| Plus amortized premiums on bonds       | 63,377                       | -                | 12,675             | 50,702                    | -                                          |
| <b>Total bonds</b>                     | <u>3,588,377</u>             | <u>-</u>         | <u>767,675</u>     | <u>2,820,702</u>          | <u>495,000</u>                             |
| <b>Other liabilities:</b>              |                              |                  |                    |                           |                                            |
| Capital leases                         | 3,271                        | -                | 2,049              | 1,222                     | 1,222                                      |
| Accrued compensated absences           | 259,473                      | 6,046            | 12,395             | 253,124                   | 18,491                                     |
| Line of credit                         | 27,168                       | 18,000           | 3,908              | 41,260                    | -                                          |
| Net pension liabilities                | <u>949,789</u>               | <u>4,563</u>     | <u>-</u>           | <u>954,352</u>            | <u>-</u>                                   |
| <b>Total Governmental Activities</b>   |                              |                  |                    |                           |                                            |
| <b>Long-Term Liabilities</b>           | <u>\$ 4,828,078</u>          | <u>\$ 28,609</u> | <u>\$ 786,027</u>  | <u>\$ 4,070,660</u>       | <u>\$ 514,713</u>                          |
| <b>Business- type activities:</b>      |                              |                  |                    |                           |                                            |
| <b>Loans payable:</b>                  |                              |                  |                    |                           |                                            |
| Loans from direct borrowings           | <u>\$ 1,934,104</u>          | <u>\$ -</u>      | <u>\$ 34,045</u>   | <u>\$ 1,900,059</u>       | <u>\$ 36,365</u>                           |
| <b>Total Business- type activities</b> |                              |                  |                    |                           |                                            |
| <b>Long-Term Liabilities</b>           | <u>\$ 1,934,104</u>          | <u>\$ -</u>      | <u>\$ 34,045</u>   | <u>\$ 1,900,059</u>       | <u>\$ 36,365</u>                           |

All debt of the Government Activities is general obligation debt. The payments on the bonds is paid from the General Fund. The compensated absences and net pension liabilities are paid from the General Fund. The capital leases are paid from the Capital Bond Fund. The payments on the bonds in the Business-type activities are paid from the Water Fund. The line of credit is paid from the Community Septic Loan Fund.

**TOWN OF RICHMOND, RHODE ISLAND**

*Notes to Financial Statements*

*June 30, 2021*

**B. BONDS AND LOANS PAYABLE**

Outstanding bonds and loans payable are as follows:

| <i>Purpose</i>                                      | <i>Date Issued</i> | <i>Interest Rate</i> | <i>Maturity Date</i> | <i>Authorized and Issued</i> | <i>Outstanding June 30, 2020</i> | <i>New Issues</i> | <i>Maturities During Year</i> | <i>Outstanding June 30, 2021</i> |
|-----------------------------------------------------|--------------------|----------------------|----------------------|------------------------------|----------------------------------|-------------------|-------------------------------|----------------------------------|
| <b>Governmental activities:</b>                     |                    |                      |                      |                              |                                  |                   |                               |                                  |
| <b>Bonds payable:</b>                               |                    |                      |                      |                              |                                  |                   |                               |                                  |
| 2010 Capital Improvement Bonds                      | 8/15/2010          | 1.15-3.00%           | 8/15/2020            | \$ 1,150,000                 | \$ 265,000                       | \$ -              | \$ 265,000                    | \$ -                             |
| 2014 Capital Improvement Bonds                      | 8/6/2014           | 2.00%                | 8/1/2024             | 2,410,000                    | 1,260,000                        | -                 | 240,000                       | 1,020,000                        |
| <b>Bonds from direct placements:</b>                |                    |                      |                      |                              |                                  |                   |                               |                                  |
| 2017 Capital Improvement Bonds                      | 10/17/2017         | 2.11%                | 6/30/2028            | 2,501,000                    | 2,000,000                        | -                 | 250,000                       | 1,750,000                        |
| <b>Total governmental activities bonds payable</b>  |                    |                      |                      | <b>\$ 6,061,000</b>          | <b>\$ 3,525,000</b>              | <b>\$ -</b>       | <b>\$ 755,000</b>             | <b>\$ 2,770,000</b>              |
| <b>Business type activities:</b>                    |                    |                      |                      |                              |                                  |                   |                               |                                  |
| <b>Loans from direct borrowings:</b>                |                    |                      |                      |                              |                                  |                   |                               |                                  |
| 2012 Water capital improvements                     | 2/28/2012          | 3.75%                | 2/28/2052            | \$ 825,000                   | \$ 727,648                       | \$ -              | \$ 13,869                     | \$ 713,779                       |
| 2014 Water capital improvements                     | 1/9/2015           | 3.00%                | 1/9/2055             | 744,000                      | 691,584                          | -                 | 11,446                        | 680,138                          |
| 2014 Water capital improvements                     | 1/9/2015           | 2.75%                | 1/9/2055             | 275,000                      | 254,600                          | -                 | 4,422                         | 250,178                          |
| 2014 Water capital improvements                     | 1/9/2015           | 3.00%                | 1/9/2055             | 280,000                      | 260,272                          | -                 | 4,308                         | 255,964                          |
| <b>Total business-type activities loans payable</b> |                    |                      |                      | <b>\$ 2,124,000</b>          | <b>\$ 1,934,104</b>              | <b>\$ -</b>       | <b>\$ 34,045</b>              | <b>\$ 1,900,059</b>              |

At June 30, 2021 annual debt service requirements to maturity for bonds and loans payable are as follows:

| <i>Year ending June 30,</i> | <i>Governmental Activities</i> |                  |                     | <i>Governmental Activities</i>      |                   |                     | <i>Business- Type Activities</i>    |                     |                     |
|-----------------------------|--------------------------------|------------------|---------------------|-------------------------------------|-------------------|---------------------|-------------------------------------|---------------------|---------------------|
|                             | <i>Bonds payable</i>           |                  |                     | <i>Bonds from direct placements</i> |                   |                     | <i>Loans from direct borrowings</i> |                     |                     |
|                             | <i>Principal</i>               | <i>Interest</i>  | <i>Total</i>        | <i>Principal</i>                    | <i>Interest</i>   | <i>Total</i>        | <i>Principal</i>                    | <i>Interest</i>     | <i>Total</i>        |
| 2022                        | \$ 245,000                     | \$ 26,925        | \$ 271,925          | \$ 250,000                          | \$ 34,222         | \$ 284,222          | \$ 36,365                           | \$ 56,376           | \$ 92,741           |
| 2023                        | 250,000                        | 19,500           | 269,500             | 250,000                             | 28,958            | 278,958             | 36,134                              | 55,297              | 91,431              |
| 2024                        | 260,000                        | 11,850           | 271,850             | 250,000                             | 23,692            | 273,692             | 37,207                              | 54,224              | 91,431              |
| 2025                        | 265,000                        | 3,975            | 268,975             | 250,000                             | 18,428            | 268,428             | 38,311                              | 53,120              | 91,431              |
| 2026                        | -                              | -                | -                   | 250,000                             | 13,163            | 263,163             | 39,448                              | 51,983              | 91,431              |
| 2027-2031                   | -                              | -                | -                   | 500,000                             | 10,530            | 510,530             | 215,512                             | 241,643             | 457,155             |
| 2032-2036                   | -                              | -                | -                   | -                                   | -                 | -                   | 249,453                             | 207,702             | 457,155             |
| 2037-2041                   | -                              | -                | -                   | -                                   | -                 | -                   | 288,743                             | 168,412             | 457,155             |
| 2042-2046                   | -                              | -                | -                   | -                                   | -                 | -                   | 334,228                             | 122,927             | 457,155             |
| 2047-2051                   | -                              | -                | -                   | -                                   | -                 | -                   | 386,883                             | 70,272              | 457,155             |
| 2052-2055                   | -                              | -                | -                   | -                                   | -                 | -                   | 237,775                             | 16,059              | 253,834             |
|                             | <b>\$ 1,020,000</b>            | <b>\$ 62,250</b> | <b>\$ 1,082,250</b> | <b>\$ 1,750,000</b>                 | <b>\$ 128,993</b> | <b>\$ 1,878,993</b> | <b>\$ 1,900,059</b>                 | <b>\$ 1,098,015</b> | <b>\$ 2,998,074</b> |

**TOWN OF RICHMOND, RHODE ISLAND**  
*Notes to Financial Statements*  
June 30, 2021

**C. CAPITAL LEASE OBLIGATIONS**

The Town acquired equipment valued at \$8,574 that was financed with lease-purchase agreements. Amortization of assets acquired under capital leases is included in depreciation expense for the year ended June 30, 2021.

Capital lease obligations currently outstanding are as follows:

| <u>Purpose</u>                                      | <u>Date<br/>Issued</u> | <u>Interest<br/>Rate</u> | <u>Maturity<br/>Date</u> | <u>Authorized<br/>and Issued</u> | <u>Outstanding<br/>June 30, 2020</u> | <u>New Issues</u> | <u>Retirements<br/>During Year</u> | <u>Outstanding<br/>June 30, 2021</u> |
|-----------------------------------------------------|------------------------|--------------------------|--------------------------|----------------------------------|--------------------------------------|-------------------|------------------------------------|--------------------------------------|
| Savin Copier                                        | 1/19/2017              | 13.49%                   | 1/19/2022                | \$ 8,574                         | \$ 3,271                             | -                 | \$ 2,049                           | \$ 1,222                             |
| <b>Total governmental activities capital leases</b> |                        |                          |                          | <u>\$ 8,574</u>                  | <u>\$ 3,271</u>                      | <u>\$ -</u>       | <u>\$ 2,049</u>                    | <u>\$ 1,222</u>                      |

Obligations of governmental activities under capital leases at June 30, 2021 were as follows:

| <u>Fiscal Year<br/>Ended June 30,</u>   | <u>Lease Payment<br/>Requirements</u> |
|-----------------------------------------|---------------------------------------|
| 2022                                    | \$ 1,274                              |
| Total minimum lease payments            | 1,274                                 |
| Less: Amount representing interest cost | (52)                                  |
| Present value of minimum lease payments | <u>\$ 1,222</u>                       |

**D. LINE OF CREDIT**

On January 16, 2018, the Town entered into a loan agreement with the RI Infrastructure Bank for a non restoring line of credit up to \$300,000 to be used for the Community Septic System Loan Program (CSSLP). The loan bears interest of 0% and discharge of the loan is the later of the date on which all loans made by the Town under the CSSLP have been paid back or January 1, 2028. The balance of the line of credit as of June 30, 2021 is \$41,260.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**NOTE 8 – INTERFUND BALANCES**

The Town reports interfund balances between many of its funds. Interfund balances at June 30, 2021 were as follows:

|                             | <i>Due From:</i>           |                                            |                           |
|-----------------------------|----------------------------|--------------------------------------------|---------------------------|
|                             | <i>General<br/>Fund</i>    | <i>Private<br/>Purpose<br/>Trust Funds</i> | <i>Total</i>              |
| <b><i>Due To:</i></b>       |                            |                                            |                           |
| General Fund                | \$ -                       | \$ 14                                      | \$ 14                     |
| Capital Bond Fund           | 1,114,638                  | -                                          | 1,114,638                 |
| Nonmajor Governmental Funds | 1,476,755                  | -                                          | 1,476,755                 |
| Enterprise Fund             | 38,080                     | -                                          | 38,080                    |
| Private Purpose Trust       | 29,779                     | -                                          | 29,779                    |
| <b><i>Total</i></b>         | <b><u>\$ 2,659,252</u></b> | <b><u>\$ 14</u></b>                        | <b><u>\$2,659,266</u></b> |

The balances primarily result from the time lag between the dates the 1) interfund goods and services are provided or reimbursable expenditures occur; 2) transactions are recorded in the accounting system; and 3) payments between funds are made.

**NOTE 9 – INTERFUND TRANSFERS**

|                            | <i>Transfer From:</i>    |                          |
|----------------------------|--------------------------|--------------------------|
|                            | <i>General<br/>Fund</i>  | <i>Total</i>             |
| <b><i>Transfer To:</i></b> |                          |                          |
| Capital Bond Fund          | 277,264                  | 277,264                  |
| <b><i>Total</i></b>        | <b><u>\$ 277,264</u></b> | <b><u>\$ 277,264</u></b> |

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.

**NOTE 10 – 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 within the subsequent year, except for the community septic loans, which are due in accordance with the individual loan amortization schedules. The real estate and personal property taxes include an allowance for doubtful accounts of \$300,000.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
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**B. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

The accounts payable and accrued liabilities at June 30, 2021, were as follows:

|                                       | <u>Vendors</u>    | <u>Salaries<br/>and Benefits</u> | <u>Other</u>     | <u>Total</u>      |
|---------------------------------------|-------------------|----------------------------------|------------------|-------------------|
| Governmental Activities:              |                   |                                  |                  |                   |
| General Fund                          | \$ 107,691        | \$ 100,200                       | \$ 28,169        | \$ 236,060        |
| <b>Total Governmental Activities</b>  | <u>\$ 107,691</u> | <u>\$ 100,200</u>                | <u>\$ 28,169</u> | <u>\$ 236,060</u> |
| Business-Type Activities:             |                   |                                  |                  |                   |
| Water Fund                            |                   |                                  |                  |                   |
| <b>Total Business-Type Activities</b> | <u>\$ -</u>       | <u>\$ -</u>                      | <u>\$ 1,055</u>  | <u>\$ 1,055</u>   |
|                                       | <u>\$ -</u>       | <u>\$ -</u>                      | <u>\$ 1,055</u>  | <u>\$ 1,055</u>   |

**NOTE 11 – NET POSITION/FUND BALANCES**

The Government-Wide Financial Statements and Proprietary Fund Statements utilize a net position presentation. Net position is segregated into the following three categories:

**Net Investment in Capital Assets** – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balance 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 represents balances limited to uses specified either externally by creditors, grantors, contributors, laws or regulations of other governments or imposed through constitutional provisions or enabling legislation.

**Unrestricted Net Position** – This category represents the residual component of net position that does not meet the definition of “restricted” or “net investment in capital assets”.

The Town considers restricted resources to have been spent when an expense is incurred for which both restricted and unrestricted net position are available.

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, prepaid amounts, and noncurrent receivables).

**TOWN OF RICHMOND, RHODE ISLAND**  
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**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. These committed amounts cannot be used for any other purpose unless the Town removes or changes the specific use by taking the same type of action it employed to previously commit those amounts.

**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. The General Fund is the only fund that reports a positive unassigned fund balance amount. It is not appropriate to report a positive unassigned fund balance in other governmental funds. However, in other governmental funds if the expenditures incurred exceed the restricted, committed, or assigned amounts it may be necessary to report a negative unassigned fund balance.

Committed fund balances are established, modified or rescinded by either of the following formal actions: a resolution approved by the tax payers at a Financial Town Meeting or an ordinance adopted by the Town Council. The committed fund balance can only be removed by the same formal action used to establish the commitment. Both actions are considered equally binding. The Town Council has authorized the Town Administrator or his/her/their designee to assign fund balance. 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. The Town considers unrestricted fund balance classifications to be used in the following order when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used: 1) committed; 2) assigned; and 3) unassigned.

The Town’s minimum fund balance policy requires a minimum unassigned fund balance in its General Fund ranging from 15% to 20% of the subsequent year’s budgeted expenditures and outgoing transfers.

**NOTE 12 – CHARIHO REGIONAL SCHOOL DISTRICT**

The Chariho Regional School District (Regional School) was created to include a regional school for the Towns of Hopkinton, Charlestown and Richmond (the Towns), which encompasses grades K-12. The Regional School is a separate legal entity from the Town. The voters of the participating Towns elect the Regional School Committee. The Regional School cannot assess and levy property taxes. Revenues are derived principally from the participating Towns of the Regional School, which contribute funds according to a financial formula based upon each Town’s

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enrollment, and from State aid to education. As of October 2019, the District had a total enrollment of 3,313 of which 1,179 were students from Richmond. This number was used for calculating the Town's fiscal year 2020 – 2021 contribution to the District. Financial statements for the Regional School District are issued separately and may be obtained from the Chariho Regional School District, 455A Switch Road, Wood River Junction, Rhode Island 02894.

**NOTE 13 – RISK MANAGEMENT**

The Town 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. As a result, the Town has purchased commercial insurance to insure its risk of loss. Settled claims resulting from these risks have not exceeded the insurance coverage in any of the past three fiscal years.

**NOTE 14 – LITIGATION AND CONTINGENCIES**

**A. LITIGATION:**

During the ordinary course of operations, the Town is a party to various claims, legal actions and complaints. The potential liability to the Town, if any, or an evaluation of the outcome of these matters cannot be made at the present time.

**B. FEDERALLY FUNDED PROGRAMS:**

The Town participates in a number of federally funded programs. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

**NOTE 15 – TAX ABATEMENTS**

The Town established in 2014 by ordinance a tax stabilization program for qualifying property that is used for renewable energy production pursuant to Section 44-3-9 of Rhode Island General Laws. The purpose of the program is to encourage the development of cost-effective, domestically-produced renewable energy, and to increase the Town's non-residential tax base, by exempting or stabilizing personal property taxes on facilities that qualify for such an exemption or stabilization. Renewable energy means energy produced by sunlight, wind or geothermal heat.

The Town Council has the authority to exempt from payment of personal property taxes, in whole or in part, or to stabilize the amount of personal property taxes on property that will be used exclusively for the production of renewable energy. An applicant for the tax exemption or stabilization under this program must submit a written proposal to the Town Clerk describing the property, the proposed use and the exemption or stabilization sought. The Town shall conduct a public hearing on the proposal before being approved. The exemption or stabilization must be established by a resolution approved by the Town Council and shall be effective for a period not to exceed fifteen (15) years.

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The Town Council will adopt the resolution only if it finds that adopting the tax exemption or stabilization:

- Will induce or encourage a producer of renewable energy to locate its facility in Richmond, or
- Will increase the manufacturing infrastructure of Richmond, resulting in a long-term benefit to Richmond or the State of Rhode Island, and
- Will benefit the Town by encouraging the renewable energy producer to construct and equip a new facility, representing an investment of not less than \$500,000 in tangible property, and
- Will not give the renewable energy producer an unfair advantage in relation to existing competing businesses in Richmond.

The Town Council has the authority to terminate the tax exemption or stabilization if the owner of the personal property, or real property on which it is located, is delinquent in the payment of any property taxes, or if the real or personal property is no longer used for the purpose for which the exemption or stabilization was approved, or if the facility or the real property on which it is located is sold.

The Town had one taxpayer participating in the tax stabilization program in fiscal year 2021. The tax stabilization agreement is on the tangible property owned by the taxpayer which will be taxed at \$3,750 per year for 12 ½ years starting in fiscal year 2017. The total value of the tax abatement granted under this agreement in fiscal year 2021 was \$20,276.

As the result of a recent change in the Rhode Island General Laws, which changes how cities and towns tax “renewable energy resources and associated equipment” the Town repealed in July 2017 the ordinance establishing the tax stabilization program described above. The one taxpayer that has an agreement with the Town under the repealed ordinance would not be effected by the change and will continue to pay taxes under the existing stabilization agreement.

## **NOTE 16 – PENSION PLANS**

### **A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PLANS**

#### **Defined Benefit Pension Plans**

##### **General Information about the Pension Plan**

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

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

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

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

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

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

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

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

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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 1.00% per year unless the member had 20 or more years of service as of June 30, 2012 in which case the benefit accrual is 2.00% per year for service after June 30, 2015. The benefit cannot exceed 75% of the member's FAC. Benefits are paid monthly.

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

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

Active members on June 30, 2012 may choose to retire at their prior retirement date if they continue to work and contribute until that date. If 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.

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.

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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. The Town of Richmond elected not to participate in the 20-year retirement provision.

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

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

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

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

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%

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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.

The Town of Richmond has not elected the optional cost-of-living provision for either the general employees or police officers.

**Special Provisions Applying to Specific Units** – Prior to July 1, 2012, some units had specific provisions that apply only to that unit. Per section 45-21.2-5 benefits for members eligible to retire prior to June 30, 2012 are preserved for the calculation of the retirement benefits. For service accrued after July 1, 2012, retirement benefits will be calculated in accordance with section 45-21.2-2 and adjustments to benefits will be provided as set forth in 45-21-52. The following summarized those provisions:

Richmond Police – Rhode Island General Law §§ 45-21.2-6.3

Under these special provisions, members are eligible to retire after attaining 22 years of service. The retirement benefit for a member with 22 or more years of service was improved to 50.00% x Final Average Compensation (FAC), plus 2.2727% x FAC x Years of Service in excess of 22, with a maximum benefit equal to 75% of FAC.

**Employees Covered by Benefit Terms** - At the June 30, 2019 valuation date, the following employees were covered by the benefit terms:

|                                                    | General<br>Employees<br>Plan | Police<br>Officers<br>Plan |
|----------------------------------------------------|------------------------------|----------------------------|
| Retirees and Beneficiaries<br>Inactive, Nonretired | 20                           | 1                          |
| Members                                            | 29                           | 4                          |
| Active Members                                     | 27                           | 12                         |
| Total                                              | 76                           | 17                         |

**Contributions** - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Police officers are required to contribute 9% of their salaries. The Town of Richmond 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.

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The Town of Richmond contributed the following amounts in the year ended June 30, 2021: general employees plan - \$117,707 and police officers plan - \$108,507. The Town's contributions represented the following percentages of annual covered payroll: general employees plan – 8.60%; police officers plan – 12.18%.

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

| <b>Summary of Actuarial Assumptions Used in the Valuations to Determine the Net Pension Liability at the June 30, 2020 Measurement Date (June 30, 2019 valuation rolled forward to June 30, 2020)</b> |                                                                                                                   |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| Actuarial Cost Method                                                                                                                                                                                 | Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used                                    |
| Amortization Method                                                                                                                                                                                   | Level Percent of Payroll – Closed                                                                                 |
| Actuarial Assumptions:                                                                                                                                                                                |                                                                                                                   |
| Investment Rate of Return                                                                                                                                                                             | 7.0%                                                                                                              |
| Projected Salary Increases                                                                                                                                                                            | General Employees - 3.25% to 7.25% ; Police Officers - 4.0% to 14.0%                                              |
| Inflation                                                                                                                                                                                             | 2.5%                                                                                                              |
| Mortality                                                                                                                                                                                             | Mortality-Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP 16. |
| Cost of Living Adjustments                                                                                                                                                                            | A 2.1% COLA is assumed for all MERS units with the COLA provision                                                 |

The following actuarial assumptions have been changed since the prior measurement date:

- The general employees projected salary increases assumption was changed from 3.50% to 7.50% to 3.25% to 7.25%.
- The mortality tables were changed from variants of the RP-2014 Tables, updated to the ultimate rates of the MP-2016 projection scale to variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
- The cost of living adjustments assumption was changed from 2.00% to 2.10%.

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

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

The June 30, 2020 expected arithmetic returns over the long-term (20-years) by asset class are summarized in the following table:

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

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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.

**General Employees Plan**  
**Changes in the Net Pension Liability**

|                                                   | Increase (Decrease)     |                             |                       |
|---------------------------------------------------|-------------------------|-----------------------------|-----------------------|
|                                                   | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
| <b>Balances as of June 30, 2019</b>               | <b>\$3,024,238</b>      | <b>\$2,534,626</b>          | <b>\$489,612</b>      |
| Changes for the Year:                             |                         |                             |                       |
| Service cost                                      | 88,054                  | -                           | 88,054                |
| Interest on the total pension liability           | 208,990                 | -                           | 208,990               |
| Changes in benefits                               | -                       | -                           | -                     |
| Difference between expected and actual experience | 108,008                 | -                           | 108,008               |
| Changes in assumptions                            | (30,069)                | -                           | (30,069)              |
| Employer contributions                            | -                       | 131,748                     | (131,748)             |
| Employee contributions                            | -                       | 26,878                      | (26,878)              |
| Net investment income                             | -                       | 95,687                      | (95,687)              |
| Benefit payments, including employee refunds      | (165,384)               | (165,384)                   | -                     |
| Administrative expense                            | -                       | (2,636)                     | 2,636                 |
| Other changes                                     | -                       | 78                          | (78)                  |
| Net changes                                       | 209,599                 | 86,371                      | 123,228               |
| <b>Balances as of June 30, 2020</b>               | <b>\$3,233,837</b>      | <b>\$2,620,997</b>          | <b>\$612,840</b>      |

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**Police Officers Plan**  
**Changes in the Net Pension Liability**

|                                                   | Increase (Decrease)     |                             |                       |
|---------------------------------------------------|-------------------------|-----------------------------|-----------------------|
|                                                   | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
| <b>Balances as of June 30, 2019</b>               | <b>\$2,769,785</b>      | <b>\$2,309,608</b>          | <b>\$460,177</b>      |
| Changes for the Year:                             |                         |                             |                       |
| Service cost                                      | 155,734                 | -                           | 155,734               |
| Interest on the total pension liability           | 198,412                 | -                           | 198,412               |
| Changes in benefits                               | -                       | -                           | -                     |
| Difference between expected and actual experience | (260,561)               | -                           | (260,561)             |
| Changes in assumptions                            | 56,313                  | -                           | 56,313                |
| Employer contributions                            | -                       | 100,404                     | (100,404)             |
| Employee contributions                            | -                       | 77,565                      | (77,565)              |
| Net investment income                             | -                       | 93,160                      | (93,160)              |
| Benefit payments, including employee refunds      | (26,392)                | (26,392)                    | -                     |
| Administrative expense                            | -                       | (2,567)                     | 2,567                 |
| Other changes                                     | -                       | 1                           | (1)                   |
| Net changes                                       | 123,506                 | 242,171                     | (118,665)             |
| <b>Balances as of June 30, 2020</b>               | <b>\$2,893,291</b>      | <b>\$2,551,779</b>          | <b>\$341,512</b>      |

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

| Plan              | 1.00% Decrease<br>(6.0%) | Current Discount | 1.00% Increase<br>(8.0%) |
|-------------------|--------------------------|------------------|--------------------------|
|                   |                          | Rate<br>(7.0%)   |                          |
| General Employees | \$902,745                | \$612,840        | \$263,012                |
| Police Officers   | \$589,994                | \$341,512        | \$41,710                 |

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

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

For the year ended June 30, 2021, the Town recognized pension expense as follows: general employees plan - \$197,105; and police officers plan - \$81,330.

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The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

|                                                                 | <b>General<br/>Employees<br/>Plan</b> | <b>Police<br/>Officers<br/>Plan</b> |
|-----------------------------------------------------------------|---------------------------------------|-------------------------------------|
| <b>Deferred Outflows of Resources:</b>                          |                                       |                                     |
| Change in assumptions                                           | \$ 2,600                              | \$ 145,867                          |
| Difference between expected and actual experience               | 142,686                               | -                                   |
| Net difference between projected and actual investment earnings | 44,640                                | 38,512                              |
| Contributions subsequent to the measurement date                | 117,707                               | 108,507                             |
| <b>Total</b>                                                    | <b>\$ 307,633</b>                     | <b>\$ 292,886</b>                   |
| <b>Deferred Inflows of Resources:</b>                           |                                       |                                     |
| Change in assumptions                                           | \$ 23,509                             | \$ 22,093                           |
| Difference between expected and actual experience               | 16,869                                | 508,423                             |
| <b>Total</b>                                                    | <b>\$ 40,378</b>                      | <b>\$ 530,516</b>                   |

\$226,214 reported as deferred outflows of resources related to pensions resulting from the Town of Richmond contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

|                                    | <b>Net Deferred<br/>Outflows/(Inflows)<br/>of Resources</b> |                                     |
|------------------------------------|-------------------------------------------------------------|-------------------------------------|
| <b>Year<br/>Ending<br/>June 30</b> | <b>General<br/>Employees<br/>Plan</b>                       | <b>Police<br/>Officers<br/>Plan</b> |
| 2022                               | \$63,046                                                    | \$(55,127)                          |
| 2023                               | 27,197                                                      | (41,558)                            |
| 2024                               | 33,099                                                      | (36,633)                            |
| 2025                               | 26,206                                                      | (37,618)                            |
| 2026                               | -                                                           | (51,060)                            |
| Thereafter                         | -                                                           | (124,141)                           |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**Defined Contribution Pension Plan**

***Plan Description***

Certain general employees participating in the defined benefit plan, as described above, may also participate in a defined contribution plan authorized by General Law Chapter 36-10.3. The defined contribution plan is established under IRS section 401(a) and is administered by TIAA-CREF. Employees may choose among various investment options available to plan participants.

General employees contribute 5% of their annual covered salary and employers contribute, depending on years of service, 1% to 1.5% of annual covered salary. Employee contributions are immediately vested while employer contributions and any investment earnings thereon are vested after three years of contributory service. Benefit terms and contributions required under the plan by both the employee and employer are established by the General Laws, which are subject to amendment by the General Assembly.

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

The Town of Richmond recognized pension expense of \$11,958 for the fiscal year ended June 30, 2021.

The System issues an annual financial report that includes financial statements and required supplementary information for plans administered by the System. The reports can be obtained at <http://www.ersri.org>.

**B. AGGREGATE PENSION AMOUNTS REPORTED IN THE FINANCIAL STATEMENTS**

|                        | <b>Deferred<br/>Outflows of<br/>Resources –<br/>Pension<br/>Amounts</b> | <b>Deferred<br/>Inflows of<br/>Resources<br/>– Pension<br/>Amounts</b> | <b>Net<br/>Pension<br/>Liability</b> | <b>Pension<br/>Expense</b> |
|------------------------|-------------------------------------------------------------------------|------------------------------------------------------------------------|--------------------------------------|----------------------------|
| General Employees Plan | \$ 307,633                                                              | \$ 40,378                                                              | \$ 612,840                           | \$ 197,105                 |
| Police Officers Plan   | 292,886                                                                 | 530,516                                                                | 341,512                              | 81,330                     |
| Total                  | <u>\$ 600,519</u>                                                       | <u>\$ 570,894</u>                                                      | <u>\$ 954,352</u>                    | <u>\$ 278,435</u>          |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Financial Statements**  
**June 30, 2021**

**C. TOWN OF RICHMOND 401(a) PLAN**

***Plan Description***

The Town contributes to the Town of Richmond 401(a) Plan, a defined contribution plan, for eligible employees covered by the Collective Bargaining Agreement between the Town of Richmond and Local 425, International Brotherhood of Police Officers. The defined contribution plan is established under IRS section 401(a) and is administered by Great-West Trust Company, LLC. Employees may choose among various investment options available to plan participants. Benefit terms and contributions are established and amended by the collective bargaining agreement through negotiations between the Town and the union.

The Town contributes to the plan annually \$500 for each eligible employee. Employees do not contribute to the plan. Employer contributions and any investment earnings thereon are vested 50% after five years of contributory service and 100% after ten years of contributory service. Non-vested Town contributions are forfeited upon termination.

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

The Town of Richmond recognized pension expense of \$6,000 for the fiscal year ended June 30, 2021.

**NOTE 17 – UNCERTAINTIES**

The United States and State of Rhode Island declared a State of Emergency in March 2020 due to the global Coronavirus Disease (COVID-19) pandemic. In the weeks and months following the declaration, precautionary measures to slow the spread of the virus were ordered that have affected the Town's operations in fiscal year 2021. The length of time these measures will be in place and the extent of any future financial impact to the Town are unknown at this time.

**NOTE 18- RESTATEMENTS**

The following restatements have been reported in the Governmental Activities, Other Governmental Funds and Private Purpose Trust Funds:

|                                                                                                                                      | <b><i>Governmental<br/>Activities</i></b> | <b><i>Other<br/>Governmental<br/>Funds</i></b> | <b><i>Private<br/>Purpose Trust<br/>Funds</i></b> |
|--------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|------------------------------------------------|---------------------------------------------------|
| Net position/fund balance June 30, 2020, as previously reported                                                                      | \$ 16,251,512                             | \$ 1,308,228                                   | \$ 263,322                                        |
| Adoption of GASB Statement No. 84:                                                                                                   |                                           |                                                |                                                   |
| Private Purpose Trust Funds and Agency funds reclassified to governmental funds based on the implementation of GASB Statement No. 84 | 90,935                                    | 90,935                                         | (90,357)                                          |
| Net position/fund balance June 30, 2020, restated                                                                                    | <u>\$ 16,342,447</u>                      | <u>\$ 1,399,163</u>                            | <u>\$ 172,965</u>                                 |

## **REQUIRED SUPPLEMENTARY INFORMATION**

**Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:**

**Schedule of Changes in the Net Pension Liability and Related Ratios**

**Schedule of Town Contributions**

**Budgetary Comparison Schedule - General Fund**

**In addition, the notes to the required supplementary information are included to provide information that is essential to a user's understanding of the required supplementary information.**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Required Supplementary Information**  
**General Employees Pension Plan**  
**Schedule of Changes in the Net Pension Liability and Related Ratios (1)**  
**"Unaudited"**

| <i>Fiscal Year</i>                                                                | <i>2021</i>         | <i>2020</i>         | <i>2019</i>         | <i>2018</i>         | <i>2017</i>         | <i>2016</i>         | <i>2015</i>         |
|-----------------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Total pension liability:</b>                                                   |                     |                     |                     |                     |                     |                     |                     |
| Service cost                                                                      | \$ 88,054           | \$ 93,121           | \$ 96,436           | \$ 89,022           | \$ 84,243           | \$ 78,867           | \$ 82,980           |
| Interest                                                                          | 208,990             | 201,829             | 177,200             | 176,585             | 173,801             | 169,745             | 159,161             |
| Changes of benefit terms                                                          | -                   | -                   | -                   | -                   | -                   | 7,172               | -                   |
| Differences between expected and actual experience                                | 108,008             | (27,698)            | 223,515             | (81,013)            | (89,581)            | (80,463)            | -                   |
| Changes of assumptions                                                            | (30,069)            | -                   | -                   | 116,324             | -                   | -                   | 8,897               |
| Benefits payments, including refunds of member contributions                      | (165,384)           | (159,437)           | (127,885)           | (127,446)           | (140,013)           | (107,834)           | (107,897)           |
| <b>Net change in total pension liability</b>                                      | <b>209,599</b>      | <b>107,815</b>      | <b>369,266</b>      | <b>173,472</b>      | <b>28,450</b>       | <b>67,487</b>       | <b>143,141</b>      |
| <b>Total pension liability - beginning</b>                                        | <b>3,024,238</b>    | <b>2,916,423</b>    | <b>2,547,157</b>    | <b>2,373,685</b>    | <b>2,345,235</b>    | <b>2,277,748</b>    | <b>2,134,607</b>    |
| <b>Total pension liability - ending (a)</b>                                       | <b>\$ 3,233,837</b> | <b>\$ 3,024,238</b> | <b>\$ 2,916,423</b> | <b>\$ 2,547,157</b> | <b>\$ 2,373,685</b> | <b>\$ 2,345,235</b> | <b>\$ 2,277,748</b> |
| <b>Plan fiduciary net position:</b>                                               |                     |                     |                     |                     |                     |                     |                     |
| Contributions - employer                                                          | \$ 131,748          | \$ 99,782           | \$ 98,796           | \$ 102,529          | \$ 105,589          | \$ 105,664          | \$ 96,455           |
| Contributions - employee                                                          | 26,878              | 26,464              | 24,576              | 23,739              | 21,668              | 10,150              | 9,770               |
| Net investment income                                                             | 95,687              | 156,940             | 181,512             | 234,153             | (702)               | 47,756              | 264,216             |
| Benefits payments, including refunds of member contributions                      | (165,384)           | (159,437)           | (127,885)           | (127,446)           | (140,013)           | (107,834)           | (107,897)           |
| Administrative expense                                                            | (2,636)             | (2,453)             | (2,416)             | (2,212)             | (1,888)             | (1,701)             | (1,655)             |
| Other                                                                             | 78                  | (12,398)            | 46,243              | (48,318)            | (1)                 | -                   | 60                  |
| <b>Net change in plan fiduciary net position</b>                                  | <b>86,371</b>       | <b>108,898</b>      | <b>220,826</b>      | <b>182,445</b>      | <b>(15,347)</b>     | <b>54,035</b>       | <b>260,949</b>      |
| <b>Plan fiduciary net position - beginning</b>                                    | <b>2,534,626</b>    | <b>2,425,728</b>    | <b>2,204,902</b>    | <b>2,022,457</b>    | <b>2,037,804</b>    | <b>1,983,769</b>    | <b>1,722,820</b>    |
| <b>Plan fiduciary net position - ending (b)</b>                                   | <b>\$ 2,620,997</b> | <b>\$ 2,534,626</b> | <b>\$ 2,425,728</b> | <b>\$ 2,204,902</b> | <b>\$ 2,022,457</b> | <b>\$ 2,037,804</b> | <b>\$ 1,983,769</b> |
| <b>Town's net pension liability (asset) - ending (a) - (b)</b>                    | <b>\$ 612,840</b>   | <b>\$ 489,612</b>   | <b>\$ 490,695</b>   | <b>\$ 342,255</b>   | <b>\$ 351,228</b>   | <b>\$ 307,431</b>   | <b>\$ 293,979</b>   |
| <b>Plan fiduciary net position as a percentage of the total pension liability</b> | <b>81.05%</b>       | <b>83.81%</b>       | <b>83.17%</b>       | <b>86.56%</b>       | <b>85.20%</b>       | <b>86.89%</b>       | <b>87.09%</b>       |
| <b>Covered employee payroll</b>                                                   | <b>\$ 1,336,182</b> | <b>\$ 1,282,665</b> | <b>\$ 1,180,362</b> | <b>\$ 1,132,597</b> | <b>\$ 1,051,724</b> | <b>\$ 1,015,021</b> | <b>\$ 972,797</b>   |
| <b>Net pension liability as a percentage of covered employee payroll</b>          | <b>45.87%</b>       | <b>38.17%</b>       | <b>41.57%</b>       | <b>30.22%</b>       | <b>33.40%</b>       | <b>30.29%</b>       | <b>30.22%</b>       |

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

The notes to the required supplementary information are an integral part of this schedule.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Required Supplementary Information**  
**Police Officers Pension Plan**  
**Schedule of Changes in the Net Pension Liability and Related Ratios (1)**  
**"Unaudited"**

| <i>Fiscal Year</i>                                                                | <i>2021</i>         | <i>2020</i>         | <i>2019</i>         | <i>2018</i>         | <i>2017</i>         | <i>2016</i>         | <i>2015</i>         |
|-----------------------------------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Total pension liability:</b>                                                   |                     |                     |                     |                     |                     |                     |                     |
| Service cost                                                                      | \$ 155,734          | \$ 145,157          | \$ 135,620          | \$ 125,571          | \$ 117,007          | \$ 110,292          | \$ 98,579           |
| Interest                                                                          | 198,412             | 179,442             | 172,525             | 157,222             | 145,968             | 130,490             | 121,078             |
| Changes of benefit terms                                                          | -                   | -                   | -                   | -                   | -                   | 86,007              | -                   |
| Differences between expected and actual experience                                | (260,561)           | (26,545)            | (181,743)           | (43,450)            | (90,309)            | (97,139)            | -                   |
| Changes of assumptions                                                            | 56,313              | -                   | -                   | 150,620             | -                   | -                   | (54,846)            |
| Benefits payments, including refunds of member contributions                      | (26,392)            | (38,304)            | (26,392)            | (26,892)            | (26,892)            | (26,394)            | (63,940)            |
| <b>Net change in total pension liability</b>                                      | <b>123,506</b>      | <b>259,750</b>      | <b>100,010</b>      | <b>363,071</b>      | <b>145,774</b>      | <b>203,256</b>      | <b>100,871</b>      |
| <b>Total pension liability - beginning</b>                                        | <b>2,769,785</b>    | <b>2,510,035</b>    | <b>2,410,025</b>    | <b>2,046,954</b>    | <b>1,901,180</b>    | <b>1,697,924</b>    | <b>1,597,053</b>    |
| <b>Total pension liability - ending (a)</b>                                       | <b>\$ 2,893,291</b> | <b>\$ 2,769,785</b> | <b>\$ 2,510,035</b> | <b>\$ 2,410,025</b> | <b>\$ 2,046,954</b> | <b>\$ 1,901,180</b> | <b>\$ 1,697,924</b> |
| <b>Plan fiduciary net position:</b>                                               |                     |                     |                     |                     |                     |                     |                     |
| Contributions - employer                                                          | \$ 100,404          | \$ 74,712           | \$ 72,114           | \$ 85,456           | \$ 90,160           | \$ 87,587           | \$ 57,398           |
| Contributions - employee                                                          | 77,565              | 72,458              | 67,961              | 70,238              | 65,623              | 50,296              | 60,573              |
| Net investment income                                                             | 93,160              | 143,007             | 154,144             | 190,537             | (579)               | 36,131              | 185,875             |
| Benefits payments, including refunds of member contributions                      | (26,392)            | (38,304)            | (26,392)            | (26,892)            | (26,892)            | (26,394)            | (63,940)            |
| Administrative expense                                                            | (2,567)             | (2,235)             | (2,052)             | (1,800)             | (1,558)             | (1,448)             | (1,164)             |
| Other                                                                             | 1                   | (1)                 | -                   | (191,845)           | (1)                 | -                   | 1                   |
| <b>Net change in plan fiduciary net position</b>                                  | <b>242,171</b>      | <b>249,637</b>      | <b>265,775</b>      | <b>125,694</b>      | <b>126,753</b>      | <b>146,172</b>      | <b>238,743</b>      |
| <b>Plan fiduciary net position - beginning</b>                                    | <b>2,309,608</b>    | <b>2,059,971</b>    | <b>1,794,196</b>    | <b>1,668,502</b>    | <b>1,541,749</b>    | <b>1,395,577</b>    | <b>1,156,834</b>    |
| <b>Plan fiduciary net position - ending (b)</b>                                   | <b>\$ 2,551,779</b> | <b>\$ 2,309,608</b> | <b>\$ 2,059,971</b> | <b>\$ 1,794,196</b> | <b>\$ 1,668,502</b> | <b>\$ 1,541,749</b> | <b>\$ 1,395,577</b> |
| <b>Town's net pension liability - ending (a) - (b)</b>                            | <b>\$ 341,512</b>   | <b>\$ 460,177</b>   | <b>\$ 450,064</b>   | <b>\$ 615,829</b>   | <b>\$ 378,452</b>   | <b>\$ 359,431</b>   | <b>\$ 302,347</b>   |
| <b>Plan fiduciary net position as a percentage of the total pension liability</b> | <b>88.20%</b>       | <b>83.39%</b>       | <b>82.07%</b>       | <b>74.45%</b>       | <b>81.51%</b>       | <b>81.09%</b>       | <b>82.19%</b>       |
| <b>Covered employee payroll</b>                                                   | <b>\$ 861,838</b>   | <b>\$ 805,085</b>   | <b>\$ 755,121</b>   | <b>\$ 780,428</b>   | <b>\$ 727,204</b>   | <b>\$ 718,512</b>   | <b>\$ 644,730</b>   |
| <b>Net pension liability as a percentage of covered employee payroll</b>          | <b>39.63%</b>       | <b>57.16%</b>       | <b>59.60%</b>       | <b>78.91%</b>       | <b>52.04%</b>       | <b>50.02%</b>       | <b>46.90%</b>       |

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

The notes to the required supplementary information are an integral part of this schedule.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Required Supplementary Information - Pension Plans**  
**Schedule of Town Contributions (1)**  
**"Unaudited"**

| <i>Fiscal Year</i>                                                   | <i>2021</i>  | <i>2020</i>  | <i>2019</i>  | <i>2018</i>  | <i>2017</i>  | <i>2016</i>  | <i>2015</i>  |
|----------------------------------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <b><u>General Employees Plan</u></b>                                 |              |              |              |              |              |              |              |
| Actuarially determined contribution                                  | \$ 117,707   | \$ 131,748   | \$ 99,782    | \$ 98,796    | \$ 102,529   | \$ 105,589   | \$ 105,664   |
| Contributions in relation to the actuarially determined contribution | 117,707      | 131,748      | 99,782       | 98,796       | 102,529      | 105,589      | 105,664      |
| <b>Contribution deficiency (excess)</b>                              | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  |
|                                                                      |              |              |              |              |              |              |              |
| Covered employee payroll                                             | \$ 1,368,683 | \$ 1,336,182 | \$ 1,282,665 | \$ 1,180,362 | \$ 1,132,597 | \$ 1,051,724 | \$ 1,015,021 |
| Contributions as a percentage of covered employee payroll            | 8.60%        | 9.86%        | 7.78%        | 8.37%        | 9.05%        | 10.04%       | 10.41%       |
|                                                                      |              |              |              |              |              |              |              |
| <b><u>Police Officers Plan</u></b>                                   |              |              |              |              |              |              |              |
| Actuarially determined contribution                                  | \$ 108,507   | \$ 100,404   | \$ 74,712    | \$ 72,114    | \$ 85,456    | \$ 90,160    | \$ 87,587    |
| Contributions in relation to the actuarially determined contribution | 108,507      | 100,404      | 74,712       | 72,114       | 85,456       | 90,160       | 87,587       |
| <b>Contribution deficiency (excess)</b>                              | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  | <b>\$ -</b>  |
|                                                                      |              |              |              |              |              |              |              |
| Covered employee payroll                                             | \$ 890,858   | \$ 861,838   | \$ 805,085   | \$ 755,121   | \$ 780,428   | \$ 727,204   | \$ 718,512   |
| Contributions as a percentage of covered employee payroll            | 12.18%       | 11.65%       | 9.28%        | 9.55%        | 10.95%       | 12.40%       | 12.19%       |

(1) This schedule is intended to show 10 years - additional information will be presented as it becomes available.

*The notes to the required supplementary information are an integral part of this schedule.*

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2021**

|                                 | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual<br/>Amounts<br/>(Budgetary<br/>Basis)</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---------------------------------|----------------------------|-------------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| <b>Revenues</b>                 |                            |                         |                                                     |                                                                   |
| Property taxes                  | \$ 20,248,417              | \$ 20,248,417           | \$ 20,508,147                                       | \$ 259,730                                                        |
| State aid and local             | 5,429,011                  | 5,429,011               | 5,147,306                                           | (281,705)                                                         |
| Permits & fees                  | 239,500                    | 239,500                 | 192,531                                             | (46,969)                                                          |
| Licenses & fees                 | 31,025                     | 31,025                  | 29,787                                              | (1,238)                                                           |
| User Fees                       | 338,500                    | 338,500                 | 418,923                                             | 80,423                                                            |
| Fines & forfeitures             | 47,700                     | 47,700                  | 31,347                                              | (16,353)                                                          |
| Interest income                 | 55,000                     | 55,000                  | 8,168                                               | (46,832)                                                          |
| Miscellaneous income            | 132,000                    | 132,000                 | 160,315                                             | 28,315                                                            |
| Federal aid                     | -                          | -                       | 554,132                                             | 554,132                                                           |
| Senior activities               | 15,000                     | 15,000                  | 4,073                                               | (10,927)                                                          |
| Appropriated reserves           | 238,230                    | 238,230                 | 238,230                                             | -                                                                 |
| <b>Total revenues</b>           | <u>26,774,383</u>          | <u>26,774,383</u>       | <u>27,292,959</u>                                   | <u>518,576</u>                                                    |
| <b>Expenditures</b>             |                            |                         |                                                     |                                                                   |
| <b>General government</b>       |                            |                         |                                                     |                                                                   |
| Town council                    | 7,105                      | 7,105                   | 6,469                                               | 636                                                               |
| Building/planning/zoning        | 268,136                    | 268,136                 | 257,945                                             | 10,191                                                            |
| Town clerk's department         | 215,252                    | 215,252                 | 226,622                                             | (11,370)                                                          |
| Information technology          | 186,650                    | 186,650                 | 162,083                                             | 24,567                                                            |
| Legal services                  | 127,000                    | 127,000                 | 109,291                                             | 17,709                                                            |
| Finance department              | 182,610                    | 182,610                 | 179,352                                             | 3,258                                                             |
| Tax assessor's department       | 128,124                    | 128,124                 | 125,227                                             | 2,897                                                             |
| Tax collector's department      | 73,960                     | 73,960                  | 67,701                                              | 6,259                                                             |
| Town hall/general government    | 58,302                     | 58,302                  | 50,922                                              | 7,380                                                             |
| Building maintenance department | 96,182                     | 96,182                  | 73,640                                              | 22,542                                                            |
| Economic development            | 1,600                      | 1,600                   | 690                                                 | 910                                                               |
| Elder affairs commission        | 350                        | 350                     | -                                                   | 350                                                               |
| Town sergeant                   | 538                        | 538                     | 526                                                 | 12                                                                |
| Contingency                     | 53,000                     | 53,000                  | -                                                   | 53,000                                                            |
| Probate court                   | 3,600                      | 3,600                   | 3,600                                               | -                                                                 |
| Town administration             | 110,276                    | 110,276                 | 110,091                                             | 185                                                               |
| Land trust                      | 3,750                      | 3,750                   | 3,584                                               | 166                                                               |
| Conservation commission         | 1,890                      | 1,890                   | 701                                                 | 1,189                                                             |
| Other expense                   | 171,000                    | 171,000                 | 151,622                                             | 19,378                                                            |
|                                 | <u>1,689,325</u>           | <u>1,689,325</u>        | <u>1,530,066</u>                                    | <u>159,259</u>                                                    |
| <b>Public safety</b>            |                            |                         |                                                     |                                                                   |
| Public safety administration    | 98,915                     | 98,915                  | 97,432                                              | 1,483                                                             |
| Public safety officers          | 1,772,701                  | 1,772,701               | 1,701,502                                           | 71,199                                                            |
| Public safety dispatch          | 253,469                    | 253,469                 | 215,620                                             | 37,849                                                            |
| Animal control                  | 104,793                    | 104,793                 | 94,602                                              | 10,191                                                            |
| Emergency management            | 17,777                     | 17,777                  | 35,921                                              | (18,144)                                                          |
| Police/community utilities      | 39,475                     | 39,475                  | 20,516                                              | 18,959                                                            |
|                                 | <u>2,287,130</u>           | <u>2,287,130</u>        | <u>2,165,593</u>                                    | <u>121,537</u>                                                    |
| <b>Public works</b>             |                            |                         |                                                     |                                                                   |
| Public works                    | 1,131,964                  | 1,131,964               | 1,135,291                                           | (3,327)                                                           |
| Transfer station and recycling  | 26,050                     | 26,050                  | 28,278                                              | (2,228)                                                           |
| Public works/transfer station   | 200,630                    | 200,630                 | 215,907                                             | (15,277)                                                          |
|                                 | <u>1,358,644</u>           | <u>1,358,644</u>        | <u>1,379,476</u>                                    | <u>(20,832)</u>                                                   |
| <b>Recreation</b>               |                            |                         |                                                     |                                                                   |
|                                 | <u>41,760</u>              | <u>41,760</u>           | <u>19,397</u>                                       | <u>22,363</u>                                                     |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis (Continued)**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                       | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual<br/>Amounts<br/>(Budgetary<br/>Basis)</u> | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|---------------------------------------------------------------------------------------|----------------------------|-------------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| <b>Education</b>                                                                      | <u>20,098,301</u>          | <u>20,098,301</u>       | <u>20,087,840</u>                                   | <u>10,461</u>                                                     |
| <b>Community services</b>                                                             |                            |                         |                                                     |                                                                   |
| Community services support                                                            | 159,750                    | 159,750                 | 159,250                                             | 500                                                               |
| Senior activities                                                                     | <u>17,295</u>              | <u>17,295</u>           | <u>8,048</u>                                        | <u>9,247</u>                                                      |
|                                                                                       | <u>177,045</u>             | <u>177,045</u>          | <u>167,298</u>                                      | <u>9,747</u>                                                      |
| <b>Canvassing authority</b>                                                           | <u>10,700</u>              | <u>10,700</u>           | <u>8,241</u>                                        | <u>2,459</u>                                                      |
| <b>Debt service</b>                                                                   | <u>923,645</u>             | <u>923,645</u>          | <u>923,894</u>                                      | <u>(249)</u>                                                      |
| <b>Total expenditures</b>                                                             | <u>26,586,550</u>          | <u>26,586,550</u>       | <u>26,281,805</u>                                   | <u>304,745</u>                                                    |
| <b>Excess of Revenues Over Expenditures<br/>Before Other Financing Sources (Uses)</b> | <u>187,833</u>             | <u>187,833</u>          | <u>1,011,154</u>                                    | <u>823,321</u>                                                    |
| <b>Other financing sources (uses)</b>                                                 |                            |                         |                                                     |                                                                   |
| Transfers in                                                                          | 109,431                    | 109,431                 | 109,431                                             | -                                                                 |
| Transfers out                                                                         | (277,264)                  | (277,264)               | (277,264)                                           | -                                                                 |
| Revaluation restricted account                                                        | <u>(20,000)</u>            | <u>(20,000)</u>         | <u>(20,000)</u>                                     | <u>-</u>                                                          |
| <b>Total other financing sources (uses)</b>                                           | <u>(187,833)</u>           | <u>(187,833)</u>        | <u>(187,833)</u>                                    | <u>-</u>                                                          |
| <b>Net change in fund balance-budgetary basis</b>                                     | <u>\$ -</u>                | <u>\$ -</u>             | <u>\$ 823,321</u>                                   | <u>\$ 823,321</u>                                                 |

The accompanying notes to the required supplementary information are an integral part of this schedule

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Required Supplementary Information**  
**June 30, 2021**

**NOTE 1 – PENSION PLANS**

The net pension liability amounts presented as of the June 30, 2021 was determined as part of the actuarial valuation performed as of June 30, 2019 and rolled forward to June 30, 2020, the measurement date. Additional information, including actuarial methods and assumptions, are presented in Note 16 to the financial statements.

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

The following summarizes the more significant changes in assumptions and benefit and were reflected in the determination of the net pension liability as of the:

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

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

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

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

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

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

- Employees with more than 20 years of service at July 1, 2012 will increase their employee contribution rates to 11% for state employees and municipal general employees will contribute 8.25% (9.25% for units with a COLA provision) and participate solely in the defined benefit plan going forward – service credit accruals will increase from 1% to 2% per year.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Required Supplementary Information**  
**June 30, 2021**

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

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

The schedules are intended to present ten years of data. Additional years of data will be presented as they become available.

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Required Supplementary Information**  
**June 30, 2021**

**NOTE 2 - BUDGETARY DATA AND BUDGETARY COMPLIANCE**

In accordance with the Richmond Home Rule Charter, the Town has formally established budgetary accounting control for its General Fund. The Town Council presents an annual budget for the General Fund to the citizens of Richmond for adoption at the annual Financial Town meeting based on the recommendation of the Finance Board. The annual operating budget's appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the reappropriation of accumulated surpluses to the extent necessary. The General Fund operating budget is in conformance with the legally enacted budgetary basis, which is not in conformance with generally accepted accounting principles. The accompanying budgetary comparison schedule is reflected on the budgetary basis. The difference between the budgetary basis and generally accepted accounting principles is explained below.

Appropriations in addition to those contained in the annual operating budget require approval by the taxpayers at a Financial Town Meeting. The Town Council, with some restrictions, can transfer budgeted amounts within and among departments and to authorize emergency expenditures. Management cannot make budget transfers without prior Town Council approval.

***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***

| <b><u>Revenues and Other Financing Sources</u></b>                                                                                                                | <b><u>General Fund</u></b> |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| Actual amounts (budgetary basis)                                                                                                                                  | \$27,402,390               |
| Differences – budget to GAAP:                                                                                                                                     |                            |
| Budgeted transfer from the Enterprise Fund is included for budgetary purposes, but is not included for financial reporting purposes.                              | (91,431)                   |
| Budgeted use of fund balance is included for budgetary purposes, but is not included for financial reporting purposes.                                            | <u>(238,230)</u>           |
| <b><i>Total revenues and other financing sources as reported in the statement of revenues, expenditures and changes in fund balances – governmental funds</i></b> | <b><u>\$27,072,729</u></b> |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Notes to Required Supplementary Information**  
**June 30, 2021**

| <b><u>Expenditures and Other Financing Uses</u></b>                                                                                                                | <b><u>General<br/>Fund</u></b> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| Actual amounts (budgetary basis)                                                                                                                                   | \$26,579,069                   |
| Differences – budget to GAAP:                                                                                                                                      |                                |
| Unbudgeted expenditure for Revaluation Fund and Comprehensive Plan Fund not included for budgetary purpose, but include for financial reporting purposes.          | 18,655                         |
| Budgeted payment of debt service for the Enterprise Fund is included for budgetary purposes, but is not included for financial reporting purposes.                 | (91,431)                       |
| Budgeted transfer to Revaluation Fund is included for budgetary purposes, but is not included for financial reporting purposes.                                    | <u>(20,000)</u>                |
| <b><i>Total expenditures and other financing uses as reported in the statement of revenues, expenditures and changes in fund balances – governmental funds</i></b> | <b><u>\$26,486,293</u></b>     |

## **OTHER SUPPLEMENTARY INFORMATION**

**The information  
provided herein contains  
schedules which the Town deems  
necessary to provide additional disclosures.**

### **THIS SECTION CONTAINS THE FOLLOWING:**

**Combining Financial Statements for General Fund**

**Combining Fund Financial Statements for Nonmajor Governmental Funds**

**Combining Fund Financial Statements for Private Purpose Trust Funds**

**Other Supplementary Information**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Balance Sheet**  
**General Fund**  
**June 30, 2021**

|                                                                                | <u>General<br/>Fund</u> | <u>Revaluation<br/>Fund</u> | <u>Comprehensive<br/>Plan Fund</u> | <u>Elimination<br/>Entries</u> | <u>Total<br/>General Fund</u> |
|--------------------------------------------------------------------------------|-------------------------|-----------------------------|------------------------------------|--------------------------------|-------------------------------|
| <b>Assets</b>                                                                  |                         |                             |                                    |                                |                               |
| Cash and cash equivalents                                                      | \$ 7,520,063            | \$ -                        | \$ -                               | \$ -                           | \$ 7,520,063                  |
| Property taxes, net of allowance<br>for doubtful accounts of \$300,000         | 868,368                 | -                           | -                                  | -                              | 868,368                       |
| Accounts receivable                                                            | 52,203                  | -                           | -                                  | -                              | 52,203                        |
| Due from federal and state government                                          | 114,644                 | -                           | -                                  | -                              | 114,644                       |
| Due from other funds                                                           | 14                      | 175,634                     | 13,090                             | (188,724)                      | 14                            |
| Prepaid items                                                                  | 31,396                  | -                           | -                                  | -                              | 31,396                        |
| <b>Total assets</b>                                                            | <u>\$ 8,586,688</u>     | <u>\$ 175,634</u>           | <u>\$ 13,090</u>                   | <u>\$ (188,724)</u>            | <u>\$ 8,586,688</u>           |
| <b>Liabilities, Deferred Inflows of Resources,<br/>and Fund Balances</b>       |                         |                             |                                    |                                |                               |
| <b>Liabilities</b>                                                             |                         |                             |                                    |                                |                               |
| Accounts payable and accrued expenditures                                      | \$ 205,781              | \$ -                        | \$ -                               | \$ -                           | \$ 205,781                    |
| Due to other funds                                                             | 2,847,976               | -                           | -                                  | (188,724)                      | 2,659,252                     |
| Other liabilities                                                              | 93,082                  | -                           | -                                  | -                              | 93,082                        |
| <b>Total liabilities</b>                                                       | <u>3,146,839</u>        | <u>-</u>                    | <u>-</u>                           | <u>(188,724)</u>               | <u>2,958,115</u>              |
| <b>Deferred Inflows of Resources</b>                                           |                         |                             |                                    |                                |                               |
| Unavailable revenue-property taxes                                             | 680,311                 | -                           | -                                  | -                              | 680,311                       |
| <b>Total deferred inflows of resources</b>                                     | <u>680,311</u>          | <u>-</u>                    | <u>-</u>                           | <u>-</u>                       | <u>680,311</u>                |
| <b>Fund balances</b>                                                           |                         |                             |                                    |                                |                               |
| Nonspendable:                                                                  |                         |                             |                                    |                                |                               |
| Prepaid items                                                                  | 31,396                  | -                           | -                                  | -                              | 31,396                        |
| Committed for:                                                                 |                         |                             |                                    |                                |                               |
| Revaluation                                                                    | -                       | 175,634                     | -                                  | -                              | 175,634                       |
| Comprehensive Plan                                                             | -                       | -                           | 13,090                             | -                              | 13,090                        |
| Capital - Alton Water                                                          | 19,291                  | -                           | -                                  | -                              | 19,291                        |
| Capital - Foster Woods recreation                                              | 12,794                  | -                           | -                                  | -                              | 12,794                        |
| Landscaping projects                                                           | 675                     | -                           | -                                  | -                              | 675                           |
| Landfill                                                                       | 50,000                  | -                           | -                                  | -                              | 50,000                        |
| Police vehicles                                                                | 39,545                  | -                           | -                                  | -                              | 39,545                        |
| COVID relief                                                                   | 106,621                 | -                           | -                                  | -                              | 106,621                       |
| Future state aid funding shortfalls                                            | 111,779                 | -                           | -                                  | -                              | 111,779                       |
| Assigned for 2022 budget                                                       | 150,000                 | -                           | -                                  | -                              | 150,000                       |
| Unassigned                                                                     | 4,237,437               | -                           | -                                  | -                              | 4,237,437                     |
| <b>Total fund balances</b>                                                     | <u>4,759,538</u>        | <u>175,634</u>              | <u>13,090</u>                      | <u>-</u>                       | <u>4,948,262</u>              |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <u>\$ 8,586,688</u>     | <u>\$ 175,634</u>           | <u>\$ 13,090</u>                   | <u>\$ (188,724)</u>            | <u>\$ 8,586,688</u>           |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**General Fund**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                            | <u>General<br/>Fund</u> | <u>Revaluation<br/>Fund</u> | <u>Comprehensive<br/>Plan Fund</u> | <u>Elimination<br/>Entries</u> | <u>Total<br/>General Fund</u> |
|------------------------------------------------------------------------------------------------------------|-------------------------|-----------------------------|------------------------------------|--------------------------------|-------------------------------|
| <b>Revenues:</b>                                                                                           |                         |                             |                                    |                                |                               |
| Property taxes                                                                                             | \$ 20,508,147           | \$ -                        | \$ -                               | \$ -                           | \$ 20,508,147                 |
| Intergovernmental revenue                                                                                  | 5,701,438               | -                           | -                                  | -                              | 5,701,438                     |
| License, permits and fees                                                                                  | 694,661                 | -                           | -                                  | -                              | 694,661                       |
| Interest on investments                                                                                    | 8,168                   | -                           | -                                  | -                              | 8,168                         |
| Other revenues                                                                                             | 160,315                 | -                           | -                                  | -                              | 160,315                       |
| <b>Total revenues</b>                                                                                      | <u>27,072,729</u>       | <u>-</u>                    | <u>-</u>                           | <u>-</u>                       | <u>27,072,729</u>             |
| <b>Expenditures:</b>                                                                                       |                         |                             |                                    |                                |                               |
| Current:                                                                                                   |                         |                             |                                    |                                |                               |
| General government                                                                                         | 1,530,066               | 750                         | 17,905                             | -                              | 1,548,721                     |
| Public safety                                                                                              | 2,165,593               | -                           | -                                  | -                              | 2,165,593                     |
| Public works                                                                                               | 1,379,476               | -                           | -                                  | -                              | 1,379,476                     |
| Recreation and culture                                                                                     | 19,397                  | -                           | -                                  | -                              | 19,397                        |
| Education                                                                                                  | 20,087,840              | -                           | -                                  | -                              | 20,087,840                    |
| Community services                                                                                         | 167,298                 | -                           | -                                  | -                              | 167,298                       |
| Canvassing authority                                                                                       | 8,241                   | -                           | -                                  | -                              | 8,241                         |
| Debt service:                                                                                              |                         |                             |                                    |                                |                               |
| Principal                                                                                                  | 755,000                 | -                           | -                                  | -                              | 755,000                       |
| Interest and other charges                                                                                 | 77,463                  | -                           | -                                  | -                              | 77,463                        |
| <b>Total expenditures</b>                                                                                  | <u>26,190,374</u>       | <u>750</u>                  | <u>17,905</u>                      | <u>-</u>                       | <u>26,209,029</u>             |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources (uses)</b> | <u>882,355</u>          | <u>(750)</u>                | <u>(17,905)</u>                    | <u>-</u>                       | <u>863,700</u>                |
| <b>Other financing sources (uses):</b>                                                                     |                         |                             |                                    |                                |                               |
| Transfers in                                                                                               | -                       | 20,000                      | -                                  | (20,000)                       | -                             |
| Transfers out                                                                                              | (297,264)               | -                           | -                                  | 20,000                         | (277,264)                     |
| <b>Total other financing sources (uses)</b>                                                                | <u>(297,264)</u>        | <u>20,000</u>               | <u>-</u>                           | <u>-</u>                       | <u>(277,264)</u>              |
| <b>Net change in fund balances</b>                                                                         | 585,091                 | 19,250                      | (17,905)                           | -                              | 586,436                       |
| <b>Fund balances - beginning of year</b>                                                                   | <u>4,174,447</u>        | <u>156,384</u>              | <u>30,995</u>                      | <u>-</u>                       | <u>4,361,826</u>              |
| <b>Fund balances - end of year</b>                                                                         | <u>\$ 4,759,538</u>     | <u>\$ 175,634</u>           | <u>\$ 13,090</u>                   | <u>\$ -</u>                    | <u>\$ 4,948,262</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 purposes.**

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2021**

|                                                                                | <u>Capital Project Funds</u> |                     |                    |                     |
|--------------------------------------------------------------------------------|------------------------------|---------------------|--------------------|---------------------|
|                                                                                | <u>Special</u>               | <u>Public</u>       | <u>Public</u>      | <u>Total</u>        |
|                                                                                | <u>Revenue</u>               | <u>Facilities</u>   | <u>Facilities</u>  | <u>Nonmajor</u>     |
|                                                                                | <u>Funds</u>                 | <u>Construction</u> | <u>Maintenance</u> | <u>Governmental</u> |
|                                                                                | <u>Funds</u>                 | <u>Fund</u>         | <u>Fund</u>        | <u>Funds</u>        |
| <b>ASSETS</b>                                                                  |                              |                     |                    |                     |
| Accounts receivables                                                           | \$ 41,260                    | \$ -                | \$ -               | \$ 41,260           |
| Due from other funds                                                           | 308,230                      | 989,845             | 178,680            | 1,476,755           |
| <b>Total assets</b>                                                            | <u>\$ 349,490</u>            | <u>\$ 989,845</u>   | <u>\$ 178,680</u>  | <u>\$ 1,518,015</u> |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                              |                     |                    |                     |
| <b>Liabilities</b>                                                             |                              |                     |                    |                     |
| Accounts payable                                                               | \$ 500                       | \$ -                | \$ -               | \$ 500              |
| <b>Total liabilities</b>                                                       | <u>500</u>                   | <u>-</u>            | <u>-</u>           | <u>500</u>          |
| <b>Deferred Inflows of Resources</b>                                           |                              |                     |                    |                     |
| Other deferred inflows                                                         | 41,260                       | -                   | -                  | 41,260              |
| <b>Total deferred inflows of resources</b>                                     | <u>41,260</u>                | <u>-</u>            | <u>-</u>           | <u>41,260</u>       |
| <b>Fund balances</b>                                                           |                              |                     |                    |                     |
| Restricted for:                                                                |                              |                     |                    |                     |
| Historical records preservation                                                | 34,982                       | -                   | -                  | 34,982              |
| Senior activities                                                              | 35,581                       | -                   | -                  | 35,581              |
| Public safety programs                                                         | 12,082                       | -                   | -                  | 12,082              |
| Recreation programs                                                            | 250                          | -                   | -                  | 250                 |
| Community service programs                                                     | 37,588                       | -                   | -                  | 37,588              |
| Dog park                                                                       | 3,801                        | -                   | -                  | 3,801               |
| Land trust                                                                     | 16,187                       | -                   | -                  | 16,187              |
| Education scholarships                                                         | 59,127                       | -                   | -                  | 59,127              |
| Friends Cemetery                                                               | 27,755                       | -                   | -                  | 27,755              |
| Committed for:                                                                 |                              |                     |                    |                     |
| Planning inspections                                                           | 65,087                       | -                   | -                  | 65,087              |
| Public facilities                                                              | -                            | 989,845             | 178,680            | 1,168,525           |
| Public safety programs                                                         | 15,290                       | -                   | -                  | 15,290              |
| <b>Total fund balances</b>                                                     | <u>307,730</u>               | <u>989,845</u>      | <u>178,680</u>     | <u>1,476,255</u>    |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <u>\$ 349,490</u>            | <u>\$ 989,845</u>   | <u>\$ 178,680</u>  | <u>\$ 1,518,015</u> |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                     | <b>Special<br/>Revenue<br/>Funds</b> | <b>Public<br/>Facilities<br/>Construction<br/>Fund</b> | <b>Public<br/>Facilities<br/>Maintenance<br/>Fund</b> | <b>Total<br/>Nonmajor<br/>Governmental<br/>Funds</b> |
|-----------------------------------------------------------------------------------------------------|--------------------------------------|--------------------------------------------------------|-------------------------------------------------------|------------------------------------------------------|
| <b>Revenues</b>                                                                                     |                                      |                                                        |                                                       |                                                      |
| Intergovernmental revenue                                                                           | \$ 752,711                           | \$ -                                                   | \$ -                                                  | \$ 752,711                                           |
| License, permits and fees                                                                           | 31,551                               | 103,373                                                | -                                                     | 134,924                                              |
| Interest on investments                                                                             | 254                                  | -                                                      | -                                                     | 254                                                  |
| Other revenues                                                                                      | 12,003                               | -                                                      | -                                                     | 12,003                                               |
| <b>Total revenues</b>                                                                               | <u>796,519</u>                       | <u>103,373</u>                                         | <u>-</u>                                              | <u>899,892</u>                                       |
| <b>Expenditures</b>                                                                                 |                                      |                                                        |                                                       |                                                      |
| Current:                                                                                            |                                      |                                                        |                                                       |                                                      |
| General government                                                                                  | 84,653                               | -                                                      | -                                                     | 84,653                                               |
| Public safety                                                                                       | 9,180                                | -                                                      | -                                                     | 9,180                                                |
| Recreation                                                                                          | 3,031                                | -                                                      | -                                                     | 3,031                                                |
| Community services                                                                                  | 712,547                              | -                                                      | -                                                     | 712,547                                              |
| Capital outlay                                                                                      | -                                    | -                                                      | 27,480                                                | 27,480                                               |
| Debt service                                                                                        | 3,909                                | -                                                      | -                                                     | 3,909                                                |
| <b>Total expenditures</b>                                                                           | <u>813,320</u>                       | <u>-</u>                                               | <u>27,480</u>                                         | <u>840,800</u>                                       |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources</b> | <u>(16,801)</u>                      | <u>103,373</u>                                         | <u>(27,480)</u>                                       | <u>59,092</u>                                        |
| <b>Other financing sources:</b>                                                                     |                                      |                                                        |                                                       |                                                      |
| Debt issued                                                                                         | 18,000                               | -                                                      | -                                                     | 18,000                                               |
| <b>Total other financing sources</b>                                                                | <u>18,000</u>                        | <u>-</u>                                               | <u>-</u>                                              | <u>18,000</u>                                        |
| <b>Net change in fund balances</b>                                                                  | 1,199                                | 103,373                                                | (27,480)                                              | 77,092                                               |
| <b>Fund balances - beginning of year -restated</b>                                                  | <u>306,531</u>                       | <u>886,472</u>                                         | <u>206,160</u>                                        | <u>1,399,163</u>                                     |
| <b>Fund balances - end of year</b>                                                                  | <u>\$ 307,730</u>                    | <u>\$ 989,845</u>                                      | <u>\$ 178,680</u>                                     | <u>\$ 1,476,255</u>                                  |

**TOWN OF RICHMOND, RHODE ISLAND**

*Combining Balance Sheet*

*Special Revenue Funds*

*June 30, 2021*

|                                                                                    | <i>Historical<br/>Records<br/>Trust</i> | <i>Police<br/>Grants</i> | <i>Legislative<br/>Senior Center</i> | <i>Legislative<br/>Recreation</i> | <i>SNEP<br/>Beaver<br/>River</i> | <i>Technology<br/>Fund</i> |
|------------------------------------------------------------------------------------|-----------------------------------------|--------------------------|--------------------------------------|-----------------------------------|----------------------------------|----------------------------|
| <b>ASSETS</b>                                                                      |                                         |                          |                                      |                                   |                                  |                            |
| Accounts receivables                                                               | \$ -                                    | \$ -                     | \$ -                                 | \$ -                              | \$ -                             | \$ -                       |
| Due from other funds                                                               | 20,312                                  | 1,385                    | 6,682                                | -                                 | -                                | 14,670                     |
| <b>Total assets</b>                                                                | <u>\$ 20,312</u>                        | <u>\$ 1,385</u>          | <u>\$ 6,682</u>                      | <u>\$ -</u>                       | <u>\$ -</u>                      | <u>\$ 14,670</u>           |
| <br><b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                         |                          |                                      |                                   |                                  |                            |
| <b>Liabilities</b>                                                                 |                                         |                          |                                      |                                   |                                  |                            |
| Accounts payable                                                                   | \$ -                                    | \$ -                     | \$ -                                 | \$ -                              | \$ -                             | \$ -                       |
| <b>Total liabilities</b>                                                           | <u>-</u>                                | <u>-</u>                 | <u>-</u>                             | <u>-</u>                          | <u>-</u>                         | <u>-</u>                   |
| <br><b>Deferred Inflows of Resources</b>                                           |                                         |                          |                                      |                                   |                                  |                            |
| Other deferred inflows                                                             | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| <b>Total deferred inflows of resources</b>                                         | <u>-</u>                                | <u>-</u>                 | <u>-</u>                             | <u>-</u>                          | <u>-</u>                         | <u>-</u>                   |
| <br><b>Fund balances</b>                                                           |                                         |                          |                                      |                                   |                                  |                            |
| Restricted for:                                                                    |                                         |                          |                                      |                                   |                                  |                            |
| Historical records preservation                                                    | 20,312                                  | -                        | -                                    | -                                 | -                                | 14,670                     |
| Senior activities                                                                  | -                                       | -                        | 6,682                                | -                                 | -                                | -                          |
| Public safety programs                                                             | -                                       | 1,385                    | -                                    | -                                 | -                                | -                          |
| Recreation programs                                                                | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Community service programs                                                         | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Dog park                                                                           | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Land trust                                                                         | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Education scholarships                                                             | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Friends Cemetery                                                                   | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Committed for:                                                                     |                                         |                          |                                      |                                   |                                  |                            |
| Planning inspections                                                               | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Public safety programs                                                             | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| <b>Total fund balances</b>                                                         | <u>20,312</u>                           | <u>1,385</u>             | <u>6,682</u>                         | <u>-</u>                          | <u>-</u>                         | <u>14,670</u>              |
| <br><b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <u>\$ 20,312</u>                        | <u>\$ 1,385</u>          | <u>\$ 6,682</u>                      | <u>\$ -</u>                       | <u>\$ -</u>                      | <u>\$ 14,670</u>           |

*(Continued)*

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Balance Sheet (Continued)**  
**Special Revenue Funds**  
**June 30, 2021**

|                                                                                | <b><i>Community<br/>Development<br/>Block Grant</i></b> | <b><i>K-9<br/>Grant</i></b> | <b><i>Take It<br/>Outside<br/>Grant</i></b> | <b><i>Senior<br/>Crafts</i></b> | <b><i>Senior<br/>Activities<br/>Grant</i></b> | <b><i>Community<br/>Septic<br/>Loan<br/>Program</i></b> |
|--------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------|---------------------------------------------|---------------------------------|-----------------------------------------------|---------------------------------------------------------|
| <b>ASSETS</b>                                                                  |                                                         |                             |                                             |                                 |                                               |                                                         |
| Accounts receivables                                                           | \$ -                                                    | \$ -                        | \$ -                                        | \$ -                            | \$ -                                          | \$ 41,260                                               |
| Due from other funds                                                           | 11,460                                                  | 239                         | -                                           | 7,241                           | 21,658                                        | -                                                       |
| <b>Total assets</b>                                                            | <b>\$ 11,460</b>                                        | <b>\$ 239</b>               | <b>\$ -</b>                                 | <b>\$ 7,241</b>                 | <b>\$ 21,658</b>                              | <b>\$ 41,260</b>                                        |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                                         |                             |                                             |                                 |                                               |                                                         |
| <b>Liabilities</b>                                                             |                                                         |                             |                                             |                                 |                                               |                                                         |
| Accounts payable                                                               | \$ -                                                    | \$ -                        | \$ -                                        | \$ -                            | \$ -                                          | \$ -                                                    |
| <b>Total liabilities</b>                                                       | <b>-</b>                                                | <b>-</b>                    | <b>-</b>                                    | <b>-</b>                        | <b>-</b>                                      | <b>-</b>                                                |
| <b>Deferred Inflows of Resources</b>                                           |                                                         |                             |                                             |                                 |                                               |                                                         |
| Other deferred inflows                                                         | -                                                       | -                           | -                                           | -                               | -                                             | 41,260                                                  |
| <b>Total deferred inflows of resources</b>                                     | <b>-</b>                                                | <b>-</b>                    | <b>-</b>                                    | <b>-</b>                        | <b>-</b>                                      | <b>41,260</b>                                           |
| <b>Fund balances</b>                                                           |                                                         |                             |                                             |                                 |                                               |                                                         |
| Restricted for:                                                                |                                                         |                             |                                             |                                 |                                               |                                                         |
| Historical records preservation                                                | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Senior activities                                                              | -                                                       | -                           | -                                           | 7,241                           | 21,658                                        | -                                                       |
| Public safety programs                                                         | -                                                       | 239                         | -                                           | -                               | -                                             | -                                                       |
| Recreation programs                                                            | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Community service programs                                                     | 11,460                                                  | -                           | -                                           | -                               | -                                             | -                                                       |
| Dog park                                                                       | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Land trust                                                                     | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Education scholarships                                                         | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Friends Cemetery                                                               | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Committed for:                                                                 |                                                         |                             |                                             |                                 |                                               |                                                         |
| Planning inspections                                                           | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| Public safety programs                                                         | -                                                       | -                           | -                                           | -                               | -                                             | -                                                       |
| <b>Total fund balances</b>                                                     | <b>11,460</b>                                           | <b>239</b>                  | <b>-</b>                                    | <b>7,241</b>                    | <b>21,658</b>                                 | <b>-</b>                                                |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <b>\$ 11,460</b>                                        | <b>\$ 239</b>               | <b>\$ -</b>                                 | <b>\$ 7,241</b>                 | <b>\$ 21,658</b>                              | <b>\$ -</b>                                             |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Balance Sheet (Continued)**  
**Special Revenue Funds**  
**June 30, 2021**

|                                                                                | <b>Recreation<br/>Donation</b> | <b>Crawley<br/>Property</b> | <b>Friends<br/>Cemetery</b> | <b>Emily<br/>Anthony</b> | <b>Planning<br/>Board</b> | <b>Land<br/>Trust</b> | <b>Opioid Crisis<br/>Grant</b> |
|--------------------------------------------------------------------------------|--------------------------------|-----------------------------|-----------------------------|--------------------------|---------------------------|-----------------------|--------------------------------|
| <b>ASSETS</b>                                                                  |                                |                             |                             |                          |                           |                       |                                |
| Accounts receivables                                                           | \$ -                           | \$ -                        | \$ -                        | \$ -                     | \$ -                      | \$ -                  | \$ -                           |
| Due from other funds                                                           | 250                            | 4,194                       | 27,755                      | 59,127                   | 65,087                    | 11,993                | 3,500                          |
| <b>Total assets</b>                                                            | <u>\$ 250</u>                  | <u>\$ 4,194</u>             | <u>\$ 27,755</u>            | <u>\$ 59,127</u>         | <u>\$ 65,087</u>          | <u>\$ 11,993</u>      | <u>\$ 3,500</u>                |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                |                             |                             |                          |                           |                       |                                |
| <b>Liabilities</b>                                                             |                                |                             |                             |                          |                           |                       |                                |
| Accounts payable                                                               | \$ -                           | \$ -                        | \$ -                        | \$ -                     | \$ -                      | \$ -                  | \$ -                           |
| <b>Total liabilities</b>                                                       | <u>-</u>                       | <u>-</u>                    | <u>-</u>                    | <u>-</u>                 | <u>-</u>                  | <u>-</u>              | <u>-</u>                       |
| <b>Deferred Inflows of Resources</b>                                           |                                |                             |                             |                          |                           |                       |                                |
| Other deferred inflows                                                         | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| <b>Total deferred inflows of resources</b>                                     | <u>-</u>                       | <u>-</u>                    | <u>-</u>                    | <u>-</u>                 | <u>-</u>                  | <u>-</u>              | <u>-</u>                       |
| <b>Fund balances</b>                                                           |                                |                             |                             |                          |                           |                       |                                |
| Restricted for:                                                                |                                |                             |                             |                          |                           |                       |                                |
| Historical records preservation                                                | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Senior activities                                                              | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Public safety programs                                                         | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Recreation programs                                                            | 250                            | -                           | -                           | -                        | -                         | -                     | -                              |
| Community service programs                                                     | -                              | -                           | -                           | -                        | -                         | -                     | 3,500                          |
| Dog park                                                                       | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Land trust                                                                     | -                              | 4,194                       | -                           | -                        | -                         | 11,993                | -                              |
| Education scholarships                                                         | -                              | -                           | -                           | 59,127                   | -                         | -                     | -                              |
| Friends Cemetery                                                               | -                              | -                           | 27,755                      | -                        | -                         | -                     | -                              |
| Committed for:                                                                 |                                |                             |                             |                          |                           |                       |                                |
| Planning inspections                                                           | -                              | -                           | -                           | -                        | 65,087                    | -                     | -                              |
| Public safety programs                                                         | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| <b>Total fund balances</b>                                                     | <u>250</u>                     | <u>4,194</u>                | <u>27,755</u>               | <u>59,127</u>            | <u>65,087</u>             | <u>11,993</u>         | <u>3,500</u>                   |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <u>\$ 250</u>                  | <u>\$ 4,194</u>             | <u>\$ 27,755</u>            | <u>\$ 59,127</u>         | <u>\$ 65,087</u>          | <u>\$ 11,993</u>      | <u>\$ 3,500</u>                |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**

*Combining Balance Sheet (Continued)*

*Special Revenue Funds*

*June 30, 2021*

|                                                                                | <i>Healthcare<br/>MEDS<br/>Grant</i> | <i>Dog Park<br/>Donations</i> | <i>Spay/Neuter<br/>Fund</i> | <i>ACO<br/>Adoptions</i> | <i>Animal<br/>Control Stray<br/>&amp; Homeless</i> | <i>Total</i>      |
|--------------------------------------------------------------------------------|--------------------------------------|-------------------------------|-----------------------------|--------------------------|----------------------------------------------------|-------------------|
| <b>ASSETS</b>                                                                  |                                      |                               |                             |                          |                                                    |                   |
| Accounts receivables                                                           | \$ -                                 | \$ -                          | \$ -                        | \$ -                     | \$ -                                               | \$ 41,260         |
| Due from other funds                                                           | 23,128                               | 3,801                         | 10,458                      | 11,809                   | 3,481                                              | 308,230           |
| <b>Total assets</b>                                                            | <u>\$ 23,128</u>                     | <u>\$ 3,801</u>               | <u>\$ 10,458</u>            | <u>\$ 11,809</u>         | <u>\$ 3,481</u>                                    | <u>\$ 349,490</u> |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                      |                               |                             |                          |                                                    |                   |
| <b>Liabilities</b>                                                             |                                      |                               |                             |                          |                                                    |                   |
| Accounts payable                                                               | \$ 500                               | \$ -                          | \$ -                        | \$ -                     | \$ -                                               | \$ 500            |
| <b>Total liabilities</b>                                                       | <u>500</u>                           | <u>-</u>                      | <u>-</u>                    | <u>-</u>                 | <u>-</u>                                           | <u>500</u>        |
| <b>Deferred Inflows of Resources</b>                                           |                                      |                               |                             |                          |                                                    |                   |
| Other deferred inflows                                                         | -                                    | -                             | -                           | -                        | -                                                  | 41,260            |
| <b>Total deferred inflows of resources</b>                                     | <u>-</u>                             | <u>-</u>                      | <u>-</u>                    | <u>-</u>                 | <u>-</u>                                           | <u>41,260</u>     |
| <b>Fund balances</b>                                                           |                                      |                               |                             |                          |                                                    |                   |
| Restricted for:                                                                |                                      |                               |                             |                          |                                                    |                   |
| Historical records preservation                                                | -                                    | -                             | -                           | -                        | -                                                  | 34,982            |
| Senior activities                                                              | -                                    | -                             | -                           | -                        | -                                                  | 35,581            |
| Public safety programs                                                         | -                                    | -                             | 10,458                      | -                        | -                                                  | 12,082            |
| Recreation programs                                                            | -                                    | -                             | -                           | -                        | -                                                  | 250               |
| Community service programs                                                     | 22,628                               | -                             | -                           | -                        | -                                                  | 37,588            |
| Dog park                                                                       | -                                    | 3,801                         | -                           | -                        | -                                                  | 3,801             |
| Land trust                                                                     | -                                    | -                             | -                           | -                        | -                                                  | 16,187            |
| Education scholarships                                                         | -                                    | -                             | -                           | -                        | -                                                  | 59,127            |
| Friends Cemetery                                                               | -                                    | -                             | -                           | -                        | -                                                  | 27,755            |
| Committed for:                                                                 |                                      |                               |                             |                          |                                                    |                   |
| Planning inspections                                                           | -                                    | -                             | -                           | -                        | -                                                  | 65,087            |
| Public safety programs                                                         | -                                    | -                             | -                           | 11,809                   | 3,481                                              | 15,290            |
| <b>Total fund balances</b>                                                     | <u>22,628</u>                        | <u>3,801</u>                  | <u>10,458</u>               | <u>11,809</u>            | <u>3,481</u>                                       | <u>307,730</u>    |
| <b>Total liabilities, deferred inflows of resources,<br/>and fund balances</b> | <u>\$ 23,128</u>                     | <u>\$ 3,801</u>               | <u>\$ 10,458</u>            | <u>\$ 11,809</u>         | <u>\$ 3,481</u>                                    | <u>\$ 349,490</u> |

**TOWN OF RICHMOND, RHODE ISLAND**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Special Revenue Funds  
For the Fiscal Year Ended June 30, 2021

|                                                                                                     | <i>Historical<br/>Records<br/>Trust</i> | <i>Police<br/>Grants</i> | <i>Legislative<br/>Senior Center</i> | <i>Legislative<br/>Recreation</i> | <i>SNEP<br/>Beaver<br/>River</i> | <i>Technology<br/>Fund</i> |
|-----------------------------------------------------------------------------------------------------|-----------------------------------------|--------------------------|--------------------------------------|-----------------------------------|----------------------------------|----------------------------|
| <b>Revenues</b>                                                                                     |                                         |                          |                                      |                                   |                                  |                            |
| Intergovernmental revenue                                                                           | \$ -                                    | \$ 3,380                 | \$ 9,224                             | \$ 3,000                          | \$ 30,000                        | \$ -                       |
| License, permits and fees                                                                           | 1,837                                   | -                        | -                                    | -                                 | -                                | 12,922                     |
| Interest on investments                                                                             | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| Other revenues                                                                                      | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| <b>Total revenues</b>                                                                               | <u>1,837</u>                            | <u>3,380</u>             | <u>9,224</u>                         | <u>3,000</u>                      | <u>30,000</u>                    | <u>12,922</u>              |
| <b>Expenditures</b>                                                                                 |                                         |                          |                                      |                                   |                                  |                            |
| Current:                                                                                            |                                         |                          |                                      |                                   |                                  |                            |
| General government                                                                                  | -                                       | -                        | -                                    | -                                 | 25,686                           | 16,025                     |
| Public safety                                                                                       | -                                       | 3,380                    | -                                    | -                                 | -                                | -                          |
| Recreation                                                                                          | -                                       | -                        | -                                    | 3,031                             | -                                | -                          |
| Community services                                                                                  | -                                       | -                        | 8,159                                | -                                 | -                                | -                          |
| Debt service                                                                                        | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| <b>Total expenditures</b>                                                                           | <u>-</u>                                | <u>3,380</u>             | <u>8,159</u>                         | <u>3,031</u>                      | <u>25,686</u>                    | <u>16,025</u>              |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources</b> | <u>1,837</u>                            | <u>-</u>                 | <u>1,065</u>                         | <u>(31)</u>                       | <u>4,314</u>                     | <u>(3,103)</u>             |
| <b>Other financing sources:</b>                                                                     |                                         |                          |                                      |                                   |                                  |                            |
| Debt issued                                                                                         | -                                       | -                        | -                                    | -                                 | -                                | -                          |
| <b>Total other financing sources</b>                                                                | <u>-</u>                                | <u>-</u>                 | <u>-</u>                             | <u>-</u>                          | <u>-</u>                         | <u>-</u>                   |
| <b>Net change in fund balances</b>                                                                  | <u>1,837</u>                            | <u>-</u>                 | <u>1,065</u>                         | <u>(31)</u>                       | <u>4,314</u>                     | <u>(3,103)</u>             |
| <b>Fund balances - beginning of year -restated</b>                                                  | <u>18,475</u>                           | <u>1,385</u>             | <u>5,617</u>                         | <u>31</u>                         | <u>(4,314)</u>                   | <u>17,773</u>              |
| <b>Fund balances - end of year</b>                                                                  | <u>\$ 20,312</u>                        | <u>\$ 1,385</u>          | <u>\$ 6,682</u>                      | <u>\$ -</u>                       | <u>\$ -</u>                      | <u>\$ 14,670</u>           |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                     | <b>Community<br/>Development<br/>Block Grant</b> | <b>K-9<br/>Grant</b> | <b>Take It<br/>Outside<br/>Grant</b> | <b>Senior<br/>Crafts</b> | <b>Senior<br/>Activities<br/>Grant</b> | <b>Community<br/>Septic<br/>Loan<br/>Program</b> |
|-----------------------------------------------------------------------------------------------------|--------------------------------------------------|----------------------|--------------------------------------|--------------------------|----------------------------------------|--------------------------------------------------|
| <b>Revenues</b>                                                                                     |                                                  |                      |                                      |                          |                                        |                                                  |
| Intergovernmental revenue                                                                           | \$ 628,936                                       | \$ -                 | \$ 54,171                            | \$ -                     | \$ -                                   | \$ -                                             |
| License, permits and fees                                                                           | -                                                | -                    | -                                    | -                        | -                                      | -                                                |
| Interest on investments                                                                             | -                                                | -                    | -                                    | -                        | -                                      | -                                                |
| Other revenues                                                                                      | -                                                | -                    | -                                    | 1,025                    | 2,500                                  | 3,909                                            |
| <b>Total revenues</b>                                                                               | <u>628,936</u>                                   | <u>-</u>             | <u>54,171</u>                        | <u>1,025</u>             | <u>2,500</u>                           | <u>3,909</u>                                     |
| <b>Expenditures</b>                                                                                 |                                                  |                      |                                      |                          |                                        |                                                  |
| Current:                                                                                            |                                                  |                      |                                      |                          |                                        |                                                  |
| General government                                                                                  | -                                                | -                    | -                                    | -                        | -                                      | 18,000                                           |
| Public safety                                                                                       | -                                                | 4,223                | -                                    | -                        | -                                      | -                                                |
| Recreation                                                                                          | -                                                | -                    | -                                    | -                        | -                                      | -                                                |
| Community services                                                                                  | 637,857                                          | -                    | 54,171                               | 42                       | 2,912                                  | -                                                |
| Debt service                                                                                        | -                                                | -                    | -                                    | -                        | -                                      | 3,909                                            |
| <b>Total expenditures</b>                                                                           | <u>637,857</u>                                   | <u>4,223</u>         | <u>54,171</u>                        | <u>42</u>                | <u>2,912</u>                           | <u>21,909</u>                                    |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources</b> | <u>(8,921)</u>                                   | <u>(4,223)</u>       | <u>-</u>                             | <u>983</u>               | <u>(412)</u>                           | <u>(18,000)</u>                                  |
| <b>Other financing sources:</b>                                                                     |                                                  |                      |                                      |                          |                                        |                                                  |
| Debt issued                                                                                         | -                                                | -                    | -                                    | -                        | -                                      | 18,000                                           |
| <b>Total other financing sources</b>                                                                | <u>-</u>                                         | <u>-</u>             | <u>-</u>                             | <u>-</u>                 | <u>-</u>                               | <u>18,000</u>                                    |
| <b>Net change in fund balances</b>                                                                  | (8,921)                                          | (4,223)              | -                                    | 983                      | (412)                                  | -                                                |
| <b>Fund balances - beginning of year -restated</b>                                                  | <u>20,381</u>                                    | <u>4,462</u>         | <u>-</u>                             | <u>6,258</u>             | <u>22,070</u>                          | <u>-</u>                                         |
| <b>Fund balances - end of year</b>                                                                  | <u>\$ 11,460</u>                                 | <u>\$ 239</u>        | <u>\$ -</u>                          | <u>\$ 7,241</u>          | <u>\$ 21,658</u>                       | <u>\$ -</u>                                      |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                     | <u>Recreation<br/>Donation</u> | <u>Crawley<br/>Property</u> | <u>Friends<br/>Cemetery</u> | <u>Emily<br/>Anthony</u> | <u>Planning<br/>Board</u> | <u>Land<br/>Trust</u> | <u>Opioid Crisis<br/>Grant</u> |
|-----------------------------------------------------------------------------------------------------|--------------------------------|-----------------------------|-----------------------------|--------------------------|---------------------------|-----------------------|--------------------------------|
| <b>Revenues</b>                                                                                     |                                |                             |                             |                          |                           |                       |                                |
| Intergovernmental revenue                                                                           | \$ -                           | \$ -                        | \$ -                        | \$ -                     | \$ -                      | \$ -                  | \$ -                           |
| License, permits and fees                                                                           | -                              | -                           | -                           | -                        | 12,974                    | -                     | -                              |
| Interest on investments                                                                             | -                              | 12                          | 79                          | 163                      | -                         | -                     | -                              |
| Other revenues                                                                                      | 250                            | -                           | -                           | 2,309                    | -                         | 2,010                 | -                              |
| <b>Total revenues</b>                                                                               | <u>250</u>                     | <u>12</u>                   | <u>79</u>                   | <u>2,472</u>             | <u>12,974</u>             | <u>2,010</u>          | <u>-</u>                       |
| <b>Expenditures</b>                                                                                 |                                |                             |                             |                          |                           |                       |                                |
| Current:                                                                                            |                                |                             |                             |                          |                           |                       |                                |
| General government                                                                                  | -                              | -                           | 2,310                       | -                        | 22,632                    | -                     | -                              |
| Public safety                                                                                       | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Recreation                                                                                          | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Community services                                                                                  | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| Debt service                                                                                        | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| <b>Total expenditures</b>                                                                           | <u>-</u>                       | <u>-</u>                    | <u>2,310</u>                | <u>-</u>                 | <u>22,632</u>             | <u>-</u>              | <u>-</u>                       |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources</b> | <u>250</u>                     | <u>12</u>                   | <u>(2,231)</u>              | <u>2,472</u>             | <u>(9,658)</u>            | <u>2,010</u>          | <u>-</u>                       |
| <b>Other financing sources:</b>                                                                     |                                |                             |                             |                          |                           |                       |                                |
| Debt issued                                                                                         | -                              | -                           | -                           | -                        | -                         | -                     | -                              |
| <b>Total other financing sources</b>                                                                | <u>-</u>                       | <u>-</u>                    | <u>-</u>                    | <u>-</u>                 | <u>-</u>                  | <u>-</u>              | <u>-</u>                       |
| <b>Net change in fund balances</b>                                                                  | 250                            | 12                          | (2,231)                     | 2,472                    | (9,658)                   | 2,010                 | -                              |
| <b>Fund balances - beginning of year -restated</b>                                                  | <u>-</u>                       | <u>4,182</u>                | <u>29,986</u>               | <u>56,655</u>            | <u>74,745</u>             | <u>9,983</u>          | <u>3,500</u>                   |
| <b>Fund balances - end of year</b>                                                                  | <u>\$ 250</u>                  | <u>\$ 4,194</u>             | <u>\$ 27,755</u>            | <u>\$ 59,127</u>         | <u>\$ 65,087</u>          | <u>\$ 11,993</u>      | <u>\$ 3,500</u>                |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                                                                     | <i>Healthcare<br/>MEDS<br/>Grant</i> | <i>Dog Park<br/>Donations</i> | <i>Spay/Neuter<br/>Fund</i> | <i>ACO<br/>Adoptions</i> | <i>Animal<br/>Control Stray<br/>&amp; Homeless</i> | <i>Total</i>      |
|-----------------------------------------------------------------------------------------------------|--------------------------------------|-------------------------------|-----------------------------|--------------------------|----------------------------------------------------|-------------------|
| <b>Revenues</b>                                                                                     |                                      |                               |                             |                          |                                                    |                   |
| Intergovernmental revenue                                                                           | \$ 24,000                            | \$ -                          | \$ -                        | \$ -                     | \$ -                                               | \$ 752,711        |
| License, permits and fees                                                                           | -                                    | -                             | 1,108                       | 2,320                    | 390                                                | 31,551            |
| Interest on investments                                                                             | -                                    | -                             | -                           | -                        | -                                                  | 254               |
| Other revenues                                                                                      | -                                    | -                             | -                           | -                        | -                                                  | 12,003            |
| <b>Total revenues</b>                                                                               | <u>24,000</u>                        | <u>-</u>                      | <u>1,108</u>                | <u>2,320</u>             | <u>390</u>                                         | <u>796,519</u>    |
| <b>Expenditures</b>                                                                                 |                                      |                               |                             |                          |                                                    |                   |
| Current:                                                                                            |                                      |                               |                             |                          |                                                    |                   |
| General government                                                                                  | -                                    | -                             | -                           | -                        | -                                                  | 84,653            |
| Public safety                                                                                       | -                                    | -                             | 75                          | 1,502                    | -                                                  | 9,180             |
| Recreation                                                                                          | -                                    | -                             | -                           | -                        | -                                                  | 3,031             |
| Community services                                                                                  | 8,142                                | 1,264                         | -                           | -                        | -                                                  | 712,547           |
| Debt service                                                                                        | -                                    | -                             | -                           | -                        | -                                                  | 3,909             |
| <b>Total expenditures</b>                                                                           | <u>8,142</u>                         | <u>1,264</u>                  | <u>75</u>                   | <u>1,502</u>             | <u>-</u>                                           | <u>813,320</u>    |
| <b>Excess (deficiency) of revenues over (under)<br/>expenditures before other financing sources</b> | <u>15,858</u>                        | <u>(1,264)</u>                | <u>1,033</u>                | <u>818</u>               | <u>390</u>                                         | <u>(16,801)</u>   |
| <b>Other financing sources:</b>                                                                     |                                      |                               |                             |                          |                                                    |                   |
| Debt issued                                                                                         | -                                    | -                             | -                           | -                        | -                                                  | 18,000            |
| <b>Total other financing sources</b>                                                                | <u>-</u>                             | <u>-</u>                      | <u>-</u>                    | <u>-</u>                 | <u>-</u>                                           | <u>18,000</u>     |
| <b>Net change in fund balances</b>                                                                  | 15,858                               | (1,264)                       | 1,033                       | 818                      | 390                                                | 1,199             |
| <b>Fund balances - beginning of year -restated</b>                                                  | <u>6,770</u>                         | <u>5,065</u>                  | <u>9,425</u>                | <u>10,991</u>            | <u>3,091</u>                                       | <u>306,531</u>    |
| <b>Fund balances - end of year</b>                                                                  | <u>\$ 22,628</u>                     | <u>\$ 3,801</u>               | <u>\$ 10,458</u>            | <u>\$ 11,809</u>         | <u>\$ 3,481</u>                                    | <u>\$ 307,730</u> |

**COMBINING FINANCIAL STATEMENTS  
FOR PRIVATE PURPOSE TRUST FUNDS**

**Private Purpose Trust Funds were established to account for assets held by the Town in a fiduciary capacity for individuals, governmental entities and others. Trust funds are operated by carrying out specific requirements, or other governing regulations.**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Fiduciary Net Position**  
**Private Purpose Trust Funds**  
**June 30, 2021**

|                               | <b>Wood River<br/>Cemetery<br/>Funds</b> | <b>Historical<br/>Cemetery<br/>Fund</b> | <b>White Brook<br/>Cemetery<br/>Fund</b> | <b>Town<br/>Farm<br/>Fund</b> | <b>Link<br/>Cemetery<br/>Fund</b> | <b>Clarke<br/>Cemetery<br/>Fund</b> | <b>J Crawford<br/>Fenner<br/>Fund</b> | <b>Matt<br/>Lindman<br/>Fund</b> | <b>Total</b>      |
|-------------------------------|------------------------------------------|-----------------------------------------|------------------------------------------|-------------------------------|-----------------------------------|-------------------------------------|---------------------------------------|----------------------------------|-------------------|
| <b>Assets</b>                 |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Cash and cash equivalents     | \$ -                                     | \$ -                                    | \$ 1,239                                 | \$ -                          | \$ -                              | \$ -                                | \$ -                                  | \$ -                             | \$ 1,239          |
| Investments                   | -                                        | -                                       | 170,402                                  | -                             | -                                 | -                                   | -                                     | -                                | 170,402           |
| Due from other funds          | 9,165                                    | 9,944                                   | -                                        | 1,298                         | 860                               | 3,633                               | 3,676                                 | 1,203                            | 29,779            |
| <b>Total assets</b>           | <u>9,165</u>                             | <u>9,944</u>                            | <u>171,641</u>                           | <u>1,298</u>                  | <u>860</u>                        | <u>3,633</u>                        | <u>3,676</u>                          | <u>1,203</u>                     | <u>201,420</u>    |
| <b>Liabilities</b>            |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Due to other funds            | -                                        | -                                       | 14                                       | -                             | -                                 | -                                   | -                                     | -                                | 14                |
| <b>Total liabilities</b>      | <u>-</u>                                 | <u>-</u>                                | <u>14</u>                                | <u>-</u>                      | <u>-</u>                          | <u>-</u>                            | <u>-</u>                              | <u>-</u>                         | <u>14</u>         |
| <b>Net Position</b>           |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Restricted for other purposes | <u>\$ 9,165</u>                          | <u>\$ 9,944</u>                         | <u>\$ 171,627</u>                        | <u>\$ 1,298</u>               | <u>\$ 860</u>                     | <u>\$ 3,633</u>                     | <u>\$ 3,676</u>                       | <u>\$ 1,203</u>                  | <u>\$ 201,406</u> |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Private Purpose Trust Funds**  
**For the Fiscal Year Ended June 30, 2021**

|                                                         | <b>Wood River<br/>Cemetery<br/>Funds</b> | <b>Historical<br/>Cemetery<br/>Fund</b> | <b>White Brook<br/>Cemetery<br/>Fund</b> | <b>Town<br/>Farm<br/>Fund</b> | <b>Link<br/>Cemetery<br/>Fund</b> | <b>Clarke<br/>Cemetery<br/>Fund</b> | <b>J Crawford<br/>Fenner<br/>Fund</b> | <b>Matt<br/>Lindman<br/>Fund</b> | <b>Total</b>      |
|---------------------------------------------------------|------------------------------------------|-----------------------------------------|------------------------------------------|-------------------------------|-----------------------------------|-------------------------------------|---------------------------------------|----------------------------------|-------------------|
| <b>Additions</b>                                        |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Investment earnings:                                    |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Net increase (decrease) in fair value<br>of investments | \$ -                                     | \$ -                                    | \$ 28,529                                | \$ -                          | \$ -                              | \$ -                                | \$ -                                  | \$ -                             | \$ 28,529         |
| Interest and dividends                                  | 26                                       | 28                                      | 4,108                                    | 4                             | 2                                 | 10                                  | 10                                    | 3                                | 4,191             |
| Total investment earnings                               | 26                                       | 28                                      | 32,637                                   | 4                             | 2                                 | 10                                  | 10                                    | 3                                | 32,720            |
| Less investment expenses                                | -                                        | -                                       | 2,134                                    | -                             | -                                 | -                                   | -                                     | -                                | 2,134             |
| Net investment earnings                                 | 26                                       | 28                                      | 30,503                                   | 4                             | 2                                 | 10                                  | 10                                    | 3                                | 30,586            |
| <b>Total additions</b>                                  | 26                                       | 28                                      | 30,503                                   | 4                             | 2                                 | 10                                  | 10                                    | 3                                | 30,586            |
| <b>Deductions</b>                                       |                                          |                                         |                                          |                               |                                   |                                     |                                       |                                  |                   |
| Miscellaneous                                           | -                                        | -                                       | 2,145                                    | -                             | -                                 | -                                   | -                                     | -                                | 2,145             |
| <b>Total deductions</b>                                 | -                                        | -                                       | 2,145                                    | -                             | -                                 | -                                   | -                                     | -                                | 2,145             |
| <b>Change in net position</b>                           | 26                                       | 28                                      | 28,358                                   | 4                             | 2                                 | 10                                  | 10                                    | 3                                | 28,441            |
| <b>Net position - beginning of year-restated</b>        | 9,139                                    | 9,916                                   | 143,269                                  | 1,294                         | 858                               | 3,623                               | 3,666                                 | 1,200                            | 172,965           |
| <b>Net position - end of year</b>                       | <u>\$ 9,165</u>                          | <u>\$ 9,944</u>                         | <u>\$ 171,627</u>                        | <u>\$ 1,298</u>               | <u>\$ 860</u>                     | <u>\$ 3,633</u>                     | <u>\$ 3,676</u>                       | <u>\$ 1,203</u>                  | <u>\$ 201,406</u> |

**TOWN OF RICHMOND, RHODE ISLAND**  
**Tax Collector's Annual Report**  
**For the Fiscal Year Ended June 30, 2021**

| <u>Fiscal Year</u>                          | <u>Balance<br/>June 30, 2020</u> | <u>Current year<br/>Assessment</u> | <u>Additions</u> | <u>Abatements</u> | <u>Refunds/<br/>Adjustments</u> | <u>Amount<br/>to be<br/>Collected</u> | <u>Current<br/>Year<br/>Collections</u> | <u>Balance<br/>June 30, 2021</u> |
|---------------------------------------------|----------------------------------|------------------------------------|------------------|-------------------|---------------------------------|---------------------------------------|-----------------------------------------|----------------------------------|
| 2021                                        | \$ -                             | \$ 20,373,360                      | \$ 117,599       | \$ (71,071)       | \$ 6,023                        | \$ 20,425,911                         | \$ 19,724,704                           | \$ 701,207                       |
| 2020                                        | 780,231                          | -                                  | 28               | (185)             | 19,185                          | 799,259                               | 728,899                                 | 70,360                           |
| 2019                                        | 126,807                          | -                                  | -                | -                 | 101                             | 126,908                               | 91,651                                  | 35,257                           |
| 2018                                        | 44,865                           | -                                  | -                | -                 | 9                               | 44,874                                | 6,475                                   | 38,399                           |
| 2017                                        | 44,527                           | -                                  | -                | -                 | 3                               | 44,530                                | 1,992                                   | 42,538                           |
| 2016                                        | 38,223                           | -                                  | -                | -                 | 10                              | 38,233                                | 1,849                                   | 36,384                           |
| 2015                                        | 36,070                           | -                                  | -                | -                 | 210                             | 36,280                                | 557                                     | 35,723                           |
| 2014                                        | 36,688                           | -                                  | -                | -                 | -                               | 36,688                                | 861                                     | 35,827                           |
| 2013                                        | 34,149                           | -                                  | -                | -                 | -                               | 34,149                                | 156                                     | 33,993                           |
| 2012                                        | 26,987                           | -                                  | -                | -                 | -                               | 26,987                                | 303                                     | 26,684                           |
| 2011                                        | 23,540                           | -                                  | -                | -                 | -                               | 23,540                                | 383                                     | 23,157                           |
| 2010                                        | 11,272                           | -                                  | -                | -                 | -                               | 11,272                                | 163                                     | 11,109                           |
| 2009                                        | 17,609                           | -                                  | -                | -                 | -                               | 17,609                                | -                                       | 17,609                           |
| 2008                                        | 16,745                           | -                                  | -                | -                 | -                               | 16,745                                | -                                       | 16,745                           |
| 2007                                        | 15,639                           | -                                  | -                | -                 | -                               | 15,639                                | -                                       | 15,639                           |
| 2006                                        | 15,071                           | -                                  | -                | -                 | -                               | 15,071                                | -                                       | 15,071                           |
| 2005                                        | 12,666                           | -                                  | -                | -                 | -                               | 12,666                                | -                                       | 12,666                           |
|                                             | 1,281,089                        | 20,373,360                         | 117,627          | (71,256)          | 25,541                          | 21,726,361                            | 20,557,993                              | 1,168,368                        |
| <b>Allowance for Uncollectible Accounts</b> | <b>(300,000)</b>                 |                                    |                  |                   |                                 |                                       |                                         | <b>(300,000)</b>                 |
| <b>Net Property Tax Receivable</b>          | <b>\$ 981,089</b>                |                                    |                  |                   |                                 |                                       |                                         | <b>\$ 868,368</b>                |

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

| <u>Description of<br/>Property</u> | <u>Valuations<br/>December 31, 2019</u> | <u>Levy<br/>July 1, 2020</u> |
|------------------------------------|-----------------------------------------|------------------------------|
| Real property                      | \$ 973,532,580                          | \$ 19,840,594                |
| Motor vehicle                      | 70,778,903                              | 1,602,434                    |
| Tangible personal property         | 24,646,940                              | 502,320                      |
| Total                              | 1,068,958,423                           | 21,945,348                   |
| Exemptions                         | (73,332,390)                            | (1,571,988)                  |
| Net assessed value                 | <u>\$ 995,626,033</u>                   | <u>\$ 20,373,360</u>         |

**Reconciliation of Current Year Property Tax Revenue**

|                                                                   |                      |
|-------------------------------------------------------------------|----------------------|
| Current Year Collections                                          | \$ 20,557,993        |
| Refunds                                                           | (24,918)             |
| July -August 2021 Collections Subject to<br>60-day FY 21Accrual   | 188,057              |
| July -August 20120 Collections Subject to<br>60-day FY 20 Accrual | (330,772)            |
| Current Year Property Tax Revenue                                 | <u>\$ 20,390,360</u> |

(continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**Tax Collector's Annual Report (Continued)**  
**For the Fiscal Year Ended June 30, 2021**

**Fiscal Year 2021 Cash Collection Summary**

| <b><u>Fiscal<br/>Year</u></b> | <b><u>July - August 2020<br/>Collections Subject<br/>to 60 day FY 20<br/>Accrual</u></b> | <b><u>September 2020 -<br/>June 2021<br/>Collections</u></b> | <b><u>Total FY 2021<br/>Cash Collections</u></b> | <b><u>July - August 2021<br/>Collections Subject<br/>to 60 day FY 21<br/>Accrual</u></b> |
|-------------------------------|------------------------------------------------------------------------------------------|--------------------------------------------------------------|--------------------------------------------------|------------------------------------------------------------------------------------------|
| 2021                          | \$ -                                                                                     | \$ 19,724,704                                                | \$ 19,724,704                                    | \$ 170,582                                                                               |
| 2020                          | 252,874                                                                                  | 476,025                                                      | 728,899                                          | 14,793                                                                                   |
| 2019                          | 72,327                                                                                   | 19,324                                                       | 91,651                                           | 53                                                                                       |
| 2018                          | 3,921                                                                                    | 2,554                                                        | 6,475                                            | 45                                                                                       |
| 2017                          | 1,078                                                                                    | 914                                                          | 1,992                                            | 39                                                                                       |
| 2016                          | 47                                                                                       | 1,802                                                        | 1,849                                            | 21                                                                                       |
| 2015                          | 267                                                                                      | 290                                                          | 557                                              | -                                                                                        |
| 2014                          | 117                                                                                      | 744                                                          | 861                                              | 107                                                                                      |
| 2013                          | 32                                                                                       | 124                                                          | 156                                              | 450                                                                                      |
| 2012                          | 21                                                                                       | 282                                                          | 303                                              | -                                                                                        |
| 2011                          | 88                                                                                       | 295                                                          | 383                                              | 303                                                                                      |
| 2010                          | -                                                                                        | 163                                                          | 163                                              | 369                                                                                      |
| 2009                          | -                                                                                        | -                                                            | -                                                | 595                                                                                      |
| 2008                          | -                                                                                        | -                                                            | -                                                | 700                                                                                      |
| 2007                          | -                                                                                        | -                                                            | -                                                | -                                                                                        |
| 2006                          | -                                                                                        | -                                                            | -                                                | -                                                                                        |
| 2005                          | -                                                                                        | -                                                            | -                                                | -                                                                                        |
|                               | <u>\$ 330,772</u>                                                                        | <u>\$ 20,227,221</u>                                         | <u>\$ 20,557,993</u>                             | <u>\$ 188,057</u>                                                                        |

## **OTHER SUPPLEMENTARY INFORMATION**

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

Annual Supplemental Transparency Report (MTP2) - Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

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

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

Town of Richmond  
Annual Supplemental Transparency Report (MTP2)  
Fiscal Year Ended June 30, 2021

| <b>REVENUE</b>                                     | <b>Municipal</b>     | <b>Education<br/>Department</b> |
|----------------------------------------------------|----------------------|---------------------------------|
| Current Year Levy Tax Collection                   | \$ 19,890,844        | \$ -                            |
| Last Year's Levy Tax Collection                    | 471,547              | -                               |
| Prior Years Property Tax Collection                | 27,969               | -                               |
| Interest & Penalty                                 | 103,556              | -                               |
| PILOT & Tax Treaty (excluded from levy) Collection | -                    | -                               |
| Other Local Property Taxes                         | 14,231               | -                               |
| Licenses and Permits                               | 222,316              | -                               |
| Fines and Forfeitures                              | 49,347               | -                               |
| Investment Income                                  | 8,168                | -                               |
| Departmental                                       | 422,999              | -                               |
| Rescue Run Revenue                                 | -                    | -                               |
| Police & Fire Detail                               | 321,309              | -                               |
| Other Local Non-Property Tax Revenues              | 72,270               | -                               |
| Tuition                                            | -                    | -                               |
| Impact Aid                                         | -                    | -                               |
| Medicaid                                           | -                    | -                               |
| Federal Stabilization Funds                        | -                    | -                               |
| Federal Food Service Reimbursement                 | -                    | -                               |
| CDBG                                               | -                    | -                               |
| COPS Grants                                        | -                    | -                               |
| SAFER Grants                                       | -                    | -                               |
| Other Federal Aid Funds                            | -                    | -                               |
| COVID - ESSER                                      | -                    | -                               |
| COVID - CRF                                        | 552,919              | -                               |
| COVID - CDBG                                       | -                    | -                               |
| COVID - FEMA                                       | 1,213                | -                               |
| COVID - Other                                      | -                    | -                               |
| COVID - ARPA                                       | -                    | -                               |
| MV Excise Tax Reimbursement                        | 66,710               | -                               |
| State PILOT Program                                | -                    | -                               |
| Distressed Community Relief Fund                   | -                    | -                               |
| Library Resource Aid                               | -                    | -                               |
| Library Construction Aid                           | -                    | -                               |
| Public Service Corporation Tax                     | 91,144               | -                               |
| Meals & Beverage Tax / Hotel Tax                   | 165,884              | -                               |
| LEA Aid                                            | -                    | -                               |
| Group Home                                         | -                    | -                               |
| Housing Aid Capital Projects                       | -                    | -                               |
| Housing Aid Bonded Debt                            | -                    | -                               |
| State Food Service Revenue                         | -                    | -                               |
| Incentive Aid                                      | -                    | -                               |
| Property Revaluation Reimbursement                 | -                    | -                               |
| Other State Revenue                                | 4,693,845            | -                               |
| Motor Vehicle Phase Out                            | 129,722              | -                               |
| Other Revenue                                      | -                    | -                               |
| Local Appropriation for Education                  | -                    | -                               |
| Regional Appropriation for Education               | -                    | -                               |
| Supplemental Appropriation for Education           | -                    | -                               |
| Regional Supplemental Appropriation for Education  | -                    | -                               |
| Other Education Appropriation                      | -                    | -                               |
| Rounding                                           | -                    | -                               |
| <b>Total Revenue</b>                               | <b>\$ 27,305,993</b> | <b>\$ -</b>                     |
| Financing Sources: Transfer from Capital Funds     | \$ -                 | \$ -                            |
| Financing Sources: Transfer from Other Funds       | -                    | -                               |
| Financing Sources: Debt Proceeds                   | -                    | -                               |
| Financing Sources: Other                           | -                    | -                               |
| Rounding                                           | -                    | -                               |
| <b>Total Other Financing Sources</b>               | <b>\$ -</b>          | <b>\$ -</b>                     |

Town of Richmond  
Annual Supplemental Transparency Report (MTP2)  
Fiscal Year Ended June 30, 2021

| EXPENDITURES                                      | General<br>Government | Finance           | Social<br>Services | Centralized<br>IT | Planning          | Libraries         | Public<br>Works     | Parks and<br>Rec | Police<br>Department |
|---------------------------------------------------|-----------------------|-------------------|--------------------|-------------------|-------------------|-------------------|---------------------|------------------|----------------------|
| Compensation- Group A                             | \$ 315,394            | \$ 260,826        | \$ -               | \$ -              | \$ 145,136        | \$ -              | \$ 527,641          | \$ 14,356        | \$ 1,049,947         |
| Compensation - Group B                            | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 190,364              |
| Compensation - Group C                            | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Compensation - Volunteer                          | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Overtime- Group A                                 | 668                   | 3,464             | -                  | -                 | 6,049             | -                 | 48,553              | -                | 121,288              |
| Overtime - Group B                                | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 27,081               |
| Overtime - Group C                                | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Police & Fire Detail                              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 233,264              |
| Active Medical Insurance - Group A                | 50,020                | 26,867            | -                  | -                 | 26,019            | -                 | 102,355             | -                | 179,667              |
| Active Medical Insurance- Group B                 | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 38,054               |
| Active Medical Insurance- Group C                 | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Active Dental Insurance- Group A                  | 1,859                 | 786               | -                  | -                 | 785               | -                 | 3,848               | -                | 7,995                |
| Active Dental Insurance- Group B                  | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 1,356                |
| Active Dental Insurance- Group C                  | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Payroll Taxes                                     | 23,327                | 22,170            | -                  | -                 | 11,202            | -                 | 42,533              | 1,098            | 102,576              |
| Life Insurance                                    | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| State Defined Contribution- Group A               | 2,545                 | 1,921             | -                  | -                 | 992               | -                 | 3,720               | -                | 922                  |
| State Defined Contribution - Group B              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 1,142                |
| State Defined Contribution - Group C              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Other Benefits- Group A                           | (10,173)              | 1,700             | -                  | -                 | 1,863             | -                 | 39,401              | 549              | -                    |
| Other Benefits- Group B                           | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 1,737                |
| Other Benefits- Group C                           | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Local Defined Benefit Pension- Group A            | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Local Defined Benefit Pension - Group B           | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Local Defined Benefit Pension - Group C           | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| State Defined Benefit Pension- Group A            | 21,461                | 20,849            | -                  | -                 | 8,584             | -                 | 45,129              | -                | 118,576              |
| State Defined Benefit Pension- Group B            | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | 10,017               |
| State Defined Benefit Pension - Group C           | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Other Defined Benefit / Contribution              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Purchased Services                                | 121,115               | 59,748            | -                  | 125,031           | 69,104            | -                 | 120,665             | 1,564            | 4,499                |
| Materials/Supplies                                | 41,441                | 2,284             | -                  | 6,884             | 484               | -                 | 53,689              | 1,037            | 25,610               |
| Software Licenses                                 | -                     | -                 | -                  | 12,252            | -                 | -                 | -                   | -                | -                    |
| Capital Outlays                                   | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Insurance                                         | 127,455               | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Maintenance                                       | 3,470                 | -                 | -                  | -                 | -                 | -                 | 184                 | 792              | 4,240                |
| Vehicle Operations                                | -                     | -                 | -                  | -                 | -                 | -                 | 127,626             | -                | 90,138               |
| Utilities                                         | 34,310                | -                 | -                  | -                 | 495               | -                 | 41,456              | -                | 30,125               |
| Contingency                                       | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Street Lighting                                   | -                     | -                 | -                  | -                 | -                 | -                 | 8,625               | -                | -                    |
| Revaluation                                       | -                     | 750               | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Snow Removal-Raw Material & External Contracts    | -                     | -                 | -                  | -                 | -                 | -                 | 85,071              | -                | -                    |
| Trash Removal & Recycling                         | -                     | -                 | -                  | -                 | -                 | -                 | 76,294              | -                | -                    |
| Claims & Settlements                              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Community Support                                 | 15,299                | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Other Operation Expenditures                      | 11,209                | 861               | -                  | 17,916            | 5,137             | 100,000           | -                   | -                | 29,735               |
| Tipping Fees                                      | -                     | -                 | -                  | -                 | -                 | -                 | 61,311              | -                | -                    |
| Local Appropriation for Education                 | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Regional Appropriation for Education              | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Supplemental Appropriation for Education          | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Regional Supplemental Appropriation for Education | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Other Education Appropriation                     | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Municipal Debt- Principal                         | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Municipal Debt- Interest                          | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| School Debt- Principal                            | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| School Debt- Interest                             | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Retiree Medical Insurance- Total                  | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Retiree Dental Insurance- Total                   | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| OPEB Contribution- Total                          | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| Rounding                                          | -                     | -                 | -                  | -                 | -                 | -                 | -                   | -                | -                    |
| <b>Total Expenditures</b>                         | <b>\$ 759,400</b>     | <b>\$ 402,226</b> | <b>\$ -</b>        | <b>\$ 162,083</b> | <b>\$ 275,850</b> | <b>\$ 100,000</b> | <b>\$ 1,388,101</b> | <b>\$ 19,396</b> | <b>\$ 2,268,333</b>  |

Town of Richmond  
Annual Supplemental Transparency Report (MTP2)  
Fiscal Year Ended June 30, 2021

| EXPENDITURES                                      | Fire<br>Department | Centralized<br>Dispatch | Public Safety<br>Other | Education<br>Appropriation | Debt              | OPEB        | Total<br>Municipal   | Education<br>Department |
|---------------------------------------------------|--------------------|-------------------------|------------------------|----------------------------|-------------------|-------------|----------------------|-------------------------|
| Compensation- Group A                             | \$ -               | \$ -                    | \$ 57,524              | \$ -                       | \$ -              | \$ -        | \$ 2,370,824         | \$ -                    |
| Compensation - Group B                            | -                  | -                       | -                      | -                          | -                 | -           | 190,364              | -                       |
| Compensation - Group C                            | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Compensation -Volunteer                           | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Overtime- Group A                                 | -                  | -                       | 2,224                  | -                          | -                 | -           | 182,246              | -                       |
| Overtime - Group B                                | -                  | -                       | -                      | -                          | -                 | -           | 27,081               | -                       |
| Overtime - Group C                                | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Police & Fire Detail                              | -                  | -                       | -                      | -                          | -                 | -           | 233,264              | -                       |
| Active Medical Insurance - Group A                | -                  | -                       | 14,828                 | -                          | -                 | -           | 399,756              | -                       |
| Active Medical Insurance- Group B                 | -                  | -                       | -                      | -                          | -                 | -           | 38,054               | -                       |
| Active Medical Insurance- Group C                 | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Active Dental insurance- Group A                  | -                  | -                       | 587                    | -                          | -                 | -           | 15,860               | -                       |
| Active Dental Insurance- Group B                  | -                  | -                       | -                      | -                          | -                 | -           | 1,356                | -                       |
| Active Dental Insurance- Group C                  | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Payroll Taxes                                     | -                  | -                       | 4,439                  | -                          | -                 | -           | 207,345              | -                       |
| Life Insurance                                    | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| State Defined Contribution- Group A               | -                  | -                       | 715                    | -                          | -                 | -           | 10,815               | -                       |
| State Defined Contribution - Group B              | -                  | -                       | -                      | -                          | -                 | -           | 1,142                | -                       |
| State Defined Contribution - Group C              | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Other Benefits- Group A                           | -                  | -                       | 834                    | -                          | -                 | -           | 34,174               | -                       |
| Other Benefits- Group B                           | -                  | -                       | -                      | -                          | -                 | -           | 1,737                | -                       |
| Other Benefits- Group C                           | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Local Defined Benefit Pension- Group A            | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Local Defined Benefit Pension - Group B           | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Local Defined Benefit Pension - Group C           | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| State Defined Benefit Pension- Group A            | -                  | -                       | 2,624                  | -                          | -                 | -           | 217,223              | -                       |
| State Defined Benefit Pension - Group B           | -                  | -                       | -                      | -                          | -                 | -           | 10,017               | -                       |
| State Defined Benefit Pension - Group C           | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Other Defined Benefit / Contribution              | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Purchased Services                                | -                  | -                       | 2,165                  | -                          | -                 | -           | 503,891              | -                       |
| Materials/Supplies                                | -                  | -                       | 2,602                  | -                          | -                 | -           | 134,031              | -                       |
| Software Licenses                                 | -                  | -                       | -                      | -                          | -                 | -           | 12,252               | -                       |
| Capital Outlays                                   | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Insurance                                         | -                  | -                       | -                      | -                          | -                 | -           | 127,455              | -                       |
| Maintenance                                       | -                  | -                       | -                      | -                          | -                 | -           | 8,686                | -                       |
| Vehicle Operations                                | -                  | -                       | 4,130                  | -                          | -                 | -           | 221,894              | -                       |
| Utilities                                         | -                  | -                       | 432                    | -                          | -                 | -           | 106,818              | -                       |
| Contingency                                       | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Street Lighting                                   | -                  | -                       | -                      | -                          | -                 | -           | 8,625                | -                       |
| Revaluation                                       | -                  | -                       | -                      | -                          | -                 | -           | 750                  | -                       |
| Snow Removal-Raw Material & External Contracts    | -                  | -                       | -                      | -                          | -                 | -           | 85,071               | -                       |
| Trash Removal & Recycling                         | -                  | -                       | -                      | -                          | -                 | -           | 76,294               | -                       |
| Claims & Settlements                              | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Community Support                                 | -                  | -                       | -                      | -                          | -                 | -           | 15,299               | -                       |
| Other Operation Expenditures                      | 52,000             | -                       | 1,498                  | -                          | -                 | -           | 218,356              | -                       |
| Tipping Fees                                      | -                  | -                       | -                      | -                          | -                 | -           | 61,311               | -                       |
| Local Appropriation for Education                 | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Regional Appropriation for Education              | -                  | -                       | -                      | 20,087,840                 | -                 | -           | 20,087,840           | -                       |
| Supplemental Appropriation for Education          | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Regional Supplemental Appropriation for Education | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Other Education Appropriation                     | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Municipal Debt- Principal                         | -                  | -                       | -                      | -                          | 754,999           | -           | 754,999              | -                       |
| Municipal Debt- Interest                          | -                  | -                       | -                      | -                          | 77,463            | -           | 77,463               | -                       |
| School Debt- Principal                            | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| School Debt- Interest                             | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Retiree Medical Insurance- Total                  | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Retiree Dental Insurance- Total                   | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| OPEB Contribution- Total                          | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| Rounding                                          | -                  | -                       | -                      | -                          | -                 | -           | -                    | -                       |
| <b>Total Expenditures</b>                         | <b>\$ 52,000</b>   | <b>\$ -</b>             | <b>\$ 94,602</b>       | <b>\$ 20,087,840</b>       | <b>\$ 832,462</b> | <b>\$ -</b> | <b>\$ 26,442,293</b> | <b>\$ -</b>             |

|                                                              |                     |             |
|--------------------------------------------------------------|---------------------|-------------|
| Financing Uses: Transfer to Capital Funds                    | \$ 277,264          | \$ -        |
| Financing Uses: Transfer to Other Funds                      | -                   | -           |
| Financing Uses: Payment to Bond Escrow Agent                 | -                   | -           |
| Financing Uses: Other                                        | -                   | -           |
| <b>Total Other Financing Uses</b>                            | <b>\$ 277,264</b>   | <b>\$ -</b> |
| <b>Net Change in Fund Balance<sup>1</sup></b>                | <b>586,436</b>      | <b>-</b>    |
| <b>Fund Balance1- beginning of year</b>                      | <b>\$4,361,826</b>  |             |
| Funds removed from Reportable Government Services (RGS)      | -                   | -           |
| Funds added to Reportable Government Services (RGS)          | -                   | -           |
| Prior period adjustments                                     | -                   | -           |
| Misc. Adjustment                                             | -                   | -           |
| <b>Fund Balance<sup>1</sup> - beginning of year adjusted</b> | <b>4,361,826</b>    | <b>-</b>    |
| Rounding                                                     |                     |             |
| <b>Fund Balance<sup>1</sup> - end of year</b>                | <b>\$ 4,948,262</b> | <b>\$ -</b> |

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

Town of Richmond  
Annual Supplemental Transparency Report (MTP2)  
Combining Schedule of  
Reportable Government Services with  
Reconciliation to MTP2  
Municipal  
Fiscal Year Ended June 30, 2021

| Per Audited Fund Financial Statements<br>Fund Description             | Total<br>Revenue     | Total Other<br>Financing<br>Sources | Total<br>Expenditures | Total Other<br>Financing<br>Uses | Net Change<br>in Fund<br>Balance <sup>1</sup> | Beginning Fund<br>Fund Balance <sup>1</sup><br>(Deficit) | Prior Period<br>Adjustment | Restated Beginning<br>Fund Balance <sup>1</sup><br>(Deficit) | Ending<br>Fund Balance <sup>1</sup><br>(Deficit) |
|-----------------------------------------------------------------------|----------------------|-------------------------------------|-----------------------|----------------------------------|-----------------------------------------------|----------------------------------------------------------|----------------------------|--------------------------------------------------------------|--------------------------------------------------|
| <b>Fund Balance1 - per MTP-2 at June 30, 2021</b>                     |                      |                                     |                       |                                  |                                               | \$ 4,361,826                                             | -                          | \$ 4,361,826                                                 |                                                  |
| <i>No funds removed from RGS for fiscal 2020</i>                      |                      |                                     |                       |                                  |                                               | -                                                        | -                          | -                                                            |                                                  |
| <i>No funds added to RGS for Fiscal 2020</i>                          |                      |                                     |                       |                                  |                                               | -                                                        | -                          | -                                                            |                                                  |
| <i>No misc. adjustments made for fiscal 2020</i>                      |                      |                                     |                       |                                  |                                               | -                                                        | -                          | -                                                            |                                                  |
| <b>Fund Balance<sup>1</sup> - per MTP-2 at June 30, 2021 adjusted</b> |                      |                                     |                       |                                  |                                               | <u>\$ 4,361,826</u>                                      | <u>-</u>                   | <u>\$ 4,361,826</u>                                          |                                                  |
| General Fund                                                          | \$ 27,072,729        | \$ -                                | \$ 26,209,029         | \$ 277,264                       | \$ 586,436                                    | \$ 4,361,826                                             | \$ -                       | \$ 4,361,826                                                 | \$ 4,948,262                                     |
| <b>Totals per audited financial statements</b>                        | <u>\$ 27,072,729</u> | <u>\$ -</u>                         | <u>\$ 26,209,029</u>  | <u>\$ 277,264</u>                | <u>\$ 586,436</u>                             | <u>\$ 4,361,826</u>                                      | <u>\$ -</u>                | <u>\$ 4,361,826</u>                                          | <u>\$ 4,948,262</u>                              |
| <b><u>Reconciliation from financial statements to MTP2</u></b>        |                      |                                     |                       |                                  |                                               |                                                          |                            |                                                              |                                                  |
| Police Detail payroll to expense                                      | \$ 233,264           | \$ -                                | \$ 233,264            | \$ -                             | \$ -                                          | \$ -                                                     | \$ -                       | \$ -                                                         | \$ -                                             |
| Rounding                                                              | -                    | -                                   | -                     | -                                | -                                             | -                                                        | -                          | -                                                            | -                                                |
| <b>Totals Per MTP2</b>                                                | <u>\$ 27,305,993</u> | <u>\$ -</u>                         | <u>\$ 26,442,293</u>  | <u>\$ 277,264</u>                | <u>\$ 586,436</u>                             | <u>\$ 4,361,826</u>                                      | <u>\$ -</u>                | <u>\$ 4,361,826</u>                                          | <u>\$ 4,948,262</u>                              |

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

## **TOWN OF RICHMOND, RHODE ISLAND**

*Reportable Government Services with*

*MTP2 Notes*

*Fiscal Year Ended June 30, 2021*

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

### **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 annual financial statements 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 made allocations of costs to the State's departmental groupings based on a reasonable basis.

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

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

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

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

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

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

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

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.

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**

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

**TOWN OF RICHMOND, RHODE ISLAND**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(Unaudited)**

**EXHIBIT 1**

|                                             | 2021         | 2020         | 2019         | 2018         | 2017         | 2016         | 2015         | 2014         | 2013         | 2012         |
|---------------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <b>Governmental Activities:</b>             |              |              |              |              |              |              |              |              |              |              |
| Net investment in capital assets            | \$10,556,696 | \$10,870,550 | \$10,971,031 | \$11,348,556 | \$12,059,872 | \$12,183,492 | \$11,362,540 | \$11,918,950 | \$11,372,800 | \$10,117,906 |
| Restricted                                  | 324,193      | 318,858      | 303,889      | 182,528      | 169,660      | 168,195      | 125,554      | 142,346      | 158,793      | -            |
| Unrestricted                                | 6,010,794    | 5,153,039    | 5,196,835    | 5,184,974    | 5,114,226    | 5,250,005    | 4,645,969    | 4,378,536    | 5,086,922    | 5,662,225    |
| Total governmental activities net position  | \$16,891,683 | \$16,342,447 | \$16,471,755 | \$16,716,058 | \$17,343,758 | \$17,601,692 | \$16,134,063 | \$16,439,832 | \$16,618,515 | \$15,780,131 |
| <b>Business-type activities:</b>            |              |              |              |              |              |              |              |              |              |              |
| Net investment in capital assets            | \$2,066,329  | \$2,026,038  | \$2,068,473  | \$2,191,832  | \$2,012,063  | \$1,966,392  | \$1,646,660  | \$1,333,901  | \$1,250,298  | \$1,191,096  |
| Unrestricted                                | 48,927       | 189,430      | 247,736      | 238,157      | 541,747      | 698,860      | 650,559      | 516,567      | 562,537      | 536,798      |
| Total business-type activities net position | \$2,115,256  | \$2,215,468  | \$2,316,209  | \$2,429,989  | \$2,553,810  | \$2,665,252  | \$2,297,219  | \$1,850,468  | \$1,812,835  | \$1,727,894  |
| <b>Primary government:</b>                  |              |              |              |              |              |              |              |              |              |              |
| Net investment in capital assets            | \$12,623,025 | \$12,896,588 | \$13,039,504 | \$13,540,388 | \$14,071,935 | \$14,149,884 | \$13,009,200 | \$13,252,851 | \$12,623,098 | \$11,309,002 |
| Restricted                                  | 324,193      | 318,858      | 303,889      | 182,528      | 169,660      | 168,195      | 125,554      | 142,346      | 158,793      | -            |
| Unrestricted                                | 6,059,721    | 5,342,469    | 5,444,571    | 5,423,131    | 5,655,973    | 5,948,865    | 5,296,528    | 4,895,103    | 5,649,459    | 6,199,023    |
| Total primary government net position       | \$19,006,939 | \$18,557,915 | \$18,787,964 | \$19,146,047 | \$19,897,568 | \$20,266,944 | \$18,431,282 | \$18,290,300 | \$18,431,350 | \$17,508,025 |

**Source: Town of Richmond Audited Financial Statements**

**TOWN OF RICHMOND, RHODE ISLAND  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(Unaudited)**

**EXHIBIT 2**

|                                                  | 2021                  | 2020                  | 2019                  | 2018                  | 2017                  | 2016                  | 2015                  | 2014                  | 2013                  | 2012                  |
|--------------------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>Expenses</b>                                  |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| <b>Governmental activities:</b>                  |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| General government                               | \$1,791,998           | \$1,792,493           | \$1,557,307           | \$1,566,426           | \$1,598,501           | \$1,446,108           | \$1,428,610           | \$1,396,108           | \$1,386,225           | \$1,202,400           |
| Public safety                                    | 2,239,277             | 2,289,278             | 2,264,729             | 2,425,780             | 2,113,299             | 2,017,079             | 1,917,635             | 1,781,017             | 1,853,424             | 1,672,730             |
| Public works                                     | 2,381,126             | 2,220,286             | 2,302,854             | 2,004,272             | 1,831,733             | 1,486,652             | 1,677,538             | 2,103,662             | 1,643,344             | 2,180,519             |
| General public assistance                        | -                     | -                     | -                     | -                     | -                     | -                     | -                     | -                     | -                     | 769,187               |
| Recreation and culture                           | 22,428                | 26,981                | 27,456                | 54,230                | 51,277                | 56,564                | 56,787                | 55,117                | 58,270                | 52,129                |
| Education                                        | 20,087,840            | 19,813,469            | 19,497,566            | 19,352,871            | 18,551,086            | 18,201,477            | 18,329,949            | 18,300,639            | 18,086,820            | 18,098,080            |
| Transfer station/recycling area                  | -                     | -                     | -                     | 179,034               | 162,538               | 158,807               | 160,101               | 151,885               | 145,665               |                       |
| Community services                               | 879,845               | 581,336               | 422,020               | 274,366               | 381,304               | 481,724               | 471,944               | 277,513               | 564,606               | 153,049               |
| Other                                            | 8,241                 | 3,906                 | 7,766                 | 3,016                 | 9,308                 | 4,864                 | 6,235                 | 3,921                 | 9,595                 | 71,712                |
| Interest                                         | 58,744                | 77,398                | 93,404                | 117,267               | 71,106                | 85,234                | 165,227               | 54,800                | 102,443               | 85,817                |
| Total governmental activities expenses           | 27,469,499            | 26,805,147            | 26,173,102            | 25,977,262            | 24,770,152            | 23,938,509            | 24,214,026            | 24,124,662            | 23,850,392            | 24,285,623            |
| <b>Business-type activities:</b>                 |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Water Supply Board                               | 319,539               | 307,484               | 306,660               | 293,576               | 284,775               | 206,183               | 186,857               | 157,750               | 65,015                | 79,645                |
| Total business-type activities expenses          | 319,539               | 307,484               | 306,660               | 293,576               | 284,775               | 206,183               | 186,857               | 157,750               | 65,015                | 79,645                |
| <b>Total primary government expenses</b>         | <b>\$27,789,038</b>   | <b>\$27,112,631</b>   | <b>\$26,479,762</b>   | <b>\$26,270,838</b>   | <b>\$25,054,927</b>   | <b>\$24,144,692</b>   | <b>\$24,400,883</b>   | <b>\$24,282,412</b>   | <b>\$23,915,407</b>   | <b>\$24,365,268</b>   |
| <b>Program revenues</b>                          |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| <b>Governmental activities:</b>                  |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| <i>Charges for services:</i>                     |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| General government                               | \$578,055             | \$508,161             | \$537,994             | \$630,391             | \$441,445             | \$481,710             | \$323,629             | \$319,272             | \$216,997             | \$270,050             |
| Public safety                                    | 193,971               | 248,182               | 194,068               | 348,365               | 263,069               | 156,603               | 129,702               | 147,545               | 50,425                | 86,792                |
| Public works                                     | 190,162               | 186,968               | 159,005               | -                     | -                     | -                     | -                     | -                     | -                     | -                     |
| Recreation and culture                           | 22,130                | 2,320                 | 17,596                | 11,950                | 11,025                | 9,654                 | 11,362                | 19,203                | -                     | -                     |
| Transfer station/recycling area                  | -                     | -                     | -                     | 166,534               | 169,187               | 149,090               | 141,772               | 137,403               | -                     | -                     |
| Education                                        | -                     | -                     | -                     | -                     | -                     | -                     | -                     | -                     | 70,516                | 50,138                |
| Other activities                                 | 4,073                 | 10,128                | 17,332                | 13,842                | 17,448                | 19,171                | 12,590                | 16,583                | 213,032               | 111,365               |
| Operating grants and contributions               | 6,028,808             | 5,077,105             | 4,910,385             | 4,828,717             | 5,302,454             | 5,508,948             | 5,703,959             | 5,604,383             | 5,962,795             | 6,099,529             |
| Capital grants and contributions                 | -                     | -                     | -                     | 97,473                |                       | 177,303               |                       | -                     | 49,315                | 559,037               |
| Total governmental activities program revenues   | 7,017,199             | 6,032,864             | 5,836,380             | 6,097,272             | 6,204,628             | 6,502,479             | 6,323,014             | 6,244,389             | 6,563,080             | 7,176,911             |
| <b>Business-type activities:</b>                 |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| <i>Charges for services:</i>                     |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| Water Supply Board                               | 177,726               | 165,142               | 151,279               | 128,154               | 122,631               | 117,112               | 123,194               | 127,537               | 130,654               | 117,031               |
| Operating and capital grants and contributions   | 41,601                | 41,601                | 41,601                | 41,601                | 50,702                | 466,186               | 510,414               | 74,036                | 65,000                | 625,725               |
| Total business-type activities program revenues  | 219,327               | 206,743               | 192,880               | 169,755               | 173,333               | 583,298               | 633,608               | 201,573               | 195,654               | 742,756               |
| <b>Total primary government program revenues</b> | <b>7,236,526</b>      | <b>6,239,607</b>      | <b>6,029,260</b>      | <b>6,267,027</b>      | <b>6,377,961</b>      | <b>7,085,777</b>      | <b>6,956,622</b>      | <b>6,445,962</b>      | <b>6,758,734</b>      | <b>7,919,667</b>      |
| <b>Net (Expense)/Revenue</b>                     |                       |                       |                       |                       |                       |                       |                       |                       |                       |                       |
| <b>Governmental activities</b>                   | <b>\$(20,452,300)</b> | <b>\$(20,772,283)</b> | <b>\$(20,336,722)</b> | <b>\$(19,879,990)</b> | <b>\$(18,565,524)</b> | <b>\$(17,436,030)</b> | <b>\$(17,891,012)</b> | <b>\$(17,880,273)</b> | <b>\$(17,287,312)</b> | <b>\$(17,108,712)</b> |
| <b>Business-type activities</b>                  | <b>(100,212)</b>      | <b>(100,741)</b>      | <b>(113,780)</b>      | <b>(123,821)</b>      | <b>(111,442)</b>      | <b>377,115</b>        | <b>446,751</b>        | <b>43,823</b>         | <b>130,639</b>        | <b>663,111</b>        |
| <b>Total primary government net expenses</b>     | <b>\$(20,552,512)</b> | <b>\$(20,873,024)</b> | <b>\$(20,450,502)</b> | <b>\$(20,003,811)</b> | <b>\$(18,676,966)</b> | <b>\$(17,058,915)</b> | <b>\$(17,444,261)</b> | <b>\$(17,836,450)</b> | <b>\$(17,156,673)</b> | <b>\$(16,445,601)</b> |

(Continued)

**TOWN OF RICHMOND, RHODE ISLAND**  
**CHANGES IN NET POSITION (Continued)**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(Unaudited)**

**EXHIBIT 2**

|                                                           | 2021                | 2020                | 2019                | 2018                | 2017                | 2016                | 2015                | 2014                | 2013                | 2012                 |
|-----------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|
| <b>General Revenues and Other Changes in Net Position</b> |                     |                     |                     |                     |                     |                     |                     |                     |                     |                      |
| <b>Governmental activities:</b>                           |                     |                     |                     |                     |                     |                     |                     |                     |                     |                      |
| Property taxes and other                                  | \$20,538,141        | \$19,859,345        | \$19,312,424        | \$18,694,052        | \$17,975,939        | \$17,439,301        | \$17,236,054        | \$16,717,549        | \$16,232,872        | \$15,881,815         |
| Unrestricted investment earnings                          | 8,422               | 50,249              | 68,801              | 48,849              | 26,938              | 24,938              | 16,214              | 8,276               | 8,009               | 6,328                |
| State aid                                                 | 453,461             | 720,978             | 610,565             | 493,359             | 310,829             | 349,599             | 332,054             | 324,007             | -                   | 57,421               |
| Other revenues                                            | 1,512               | 12,403              | 9,694               | 16,030              | -                   | 924                 | 921                 | 6,261               | 281,604             | -                    |
| Transfers                                                 | -                   | -                   | -                   | -                   | -                   | 10600               | -                   | -                   | 35,698              | -                    |
| <b>Total governmental activities</b>                      | <b>21,001,536</b>   | <b>20,642,975</b>   | <b>20,001,484</b>   | <b>19,252,290</b>   | <b>18,313,706</b>   | <b>17,825,362</b>   | <b>17,585,243</b>   | <b>17,056,093</b>   | <b>16,558,183</b>   | <b>15,945,564</b>    |
| <b>Business-type activities:</b>                          |                     |                     |                     |                     |                     |                     |                     |                     |                     |                      |
| Unrestricted investment earnings                          | -                   | -                   | -                   | -                   | -                   | 1,518               | -                   | -                   | -                   | -                    |
| Transfers                                                 | -                   | -                   | -                   | -                   | -                   | (10,600)            | -                   | -                   | (35,698)            | -                    |
| <b>Total business-type activities</b>                     | <b>-</b>            | <b>-</b>            | <b>-</b>            | <b>-</b>            | <b>-</b>            | <b>(9,082)</b>      | <b>-</b>            | <b>-</b>            | <b>(35,698)</b>     | <b>-</b>             |
| <b>Total primary government</b>                           | <b>\$21,001,536</b> | <b>\$20,642,975</b> | <b>\$20,001,484</b> | <b>\$19,252,290</b> | <b>\$18,313,706</b> | <b>\$17,816,280</b> | <b>\$17,585,243</b> | <b>\$17,056,093</b> | <b>\$16,522,485</b> | <b>\$15,945,564</b>  |
| <b>Change in Net Position</b>                             |                     |                     |                     |                     |                     |                     |                     |                     |                     |                      |
| <b>Governmental activities</b>                            | <b>\$549,236</b>    | <b>\$(129,308)</b>  | <b>\$(335,238)</b>  | <b>\$(627,700)</b>  | <b>\$(251,818)</b>  | <b>\$389,332</b>    | <b>\$(305,769)</b>  | <b>\$(824,180)</b>  | <b>\$(729,129)</b>  | <b>\$(1,163,148)</b> |
| <b>Business-type activities</b>                           | <b>\$(100,212)</b>  | <b>\$(100,741)</b>  | <b>\$(113,780)</b>  | <b>\$(123,821)</b>  | <b>\$(111,442)</b>  | <b>368,033</b>      | <b>446,751</b>      | <b>43,823</b>       | <b>94,941</b>       | <b>663,111</b>       |
| <b>Total primary government</b>                           | <b>\$449,024</b>    | <b>\$(230,049)</b>  | <b>\$(449,018)</b>  | <b>\$(751,521)</b>  | <b>\$(363,260)</b>  | <b>\$757,365</b>    | <b>\$140,982</b>    | <b>\$(780,357)</b>  | <b>\$(634,188)</b>  | <b>\$(500,037)</b>   |

Source: Town of Richmond Audited Financial Statements

**TOWN OF RICHMOND, RHODE ISLAND  
FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)  
(Unaudited)**

**EXHIBIT 3**

|                                     | 2021                       | 2020                       | 2019                       | 2018                       | 2017                       | 2016                       | 2015                       | 2014                       | 2013                       | 2012                       |
|-------------------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>General Fund</b>                 |                            |                            |                            |                            |                            |                            |                            |                            |                            |                            |
| Nonspendable                        | 31,396                     | 49,909                     | 49,703                     | 62,422                     | 6,384                      | 69,701                     | 21,017                     | 9,556                      | 75                         | 2,663                      |
| Committed                           | 529,429                    | 454,161                    | 639,056                    | 870,517                    | 1,006,017                  | 1,054,786                  | 696,046                    | 733,424                    | 728,577                    | -                          |
| Assigned                            | 150,000                    | 165,987                    | -                          | 13,920                     | -                          | -                          | -                          | -                          | -                          | 571,144                    |
| Unassigned                          | 4,237,437                  | 3,691,769                  | 3,730,816                  | 3,685,159                  | 3,611,822                  | 3,441,004                  | 3,373,920                  | 3,214,276                  | 3,126,696                  | 3,178,062                  |
| Total General fund                  | <u>\$ 4,948,262</u>        | <u>\$ 4,361,826</u>        | <u>\$ 4,419,575</u>        | <u>\$ 4,632,018</u>        | <u>\$ 4,624,223</u>        | <u>\$ 4,565,491</u>        | <u>\$ 4,090,983</u>        | <u>\$ 3,957,256</u>        | <u>\$ 3,855,348</u>        | <u>\$ 3,751,869</u>        |
| <b>Capital Projects Funds</b>       |                            |                            |                            |                            |                            |                            |                            |                            |                            |                            |
| Restricted                          | 803,176                    | 886,973                    | 1,653,771                  | 2,480,849                  | 1,059,139                  | 1,699,988                  | 2,424,614                  | -                          | -                          | -                          |
| Committed                           | 331,488                    | 121,854                    | 122,485                    | 218,371                    | 116,188                    | 215,224                    | 119,389                    | -                          | -                          | -                          |
| Total Capital Projects Fund         | <u>\$ 1,134,664</u>        | <u>\$ 1,008,827</u>        | <u>\$ 1,776,256</u>        | <u>\$ 2,699,220</u>        | <u>\$ 1,175,327</u>        | <u>\$ 1,915,212</u>        | <u>\$ 2,544,003</u>        | <u>\$ -</u>                | <u>\$ -</u>                | <u>\$ -</u>                |
| <b>All Other Governmental Funds</b> |                            |                            |                            |                            |                            |                            |                            |                            |                            |                            |
| Restricted                          | 227,353                    | 222,018                    | 116,114                    | 85,688                     | 72,820                     | 71,355                     | 125,554                    | 147,109                    | 158,793                    | 382,778                    |
| Committed                           | 1,248,902                  | 1,181,459                  | 1,143,382                  | 835,016                    | 677,376                    | 794,044                    | 695,989                    | 623,705                    | 847,594                    | 688,711                    |
| Unassigned                          | -                          | (4,314)                    | -                          | (7,628)                    | (5,866)                    | (1,411)                    | (10,525)                   | (10,826)                   | (8,329)                    | -                          |
| Total All Other Governmental Funds  | <u>\$ 1,476,255</u>        | <u>\$ 1,399,163</u>        | <u>\$ 1,259,496</u>        | <u>\$ 913,076</u>          | <u>\$ 744,330</u>          | <u>\$ 863,988</u>          | <u>\$ 811,018</u>          | <u>\$ 759,988</u>          | <u>\$ 998,058</u>          | <u>\$ 1,071,489</u>        |
| <b>Total governmental funds</b>     | <u><u>\$ 7,559,181</u></u> | <u><u>\$ 6,769,816</u></u> | <u><u>\$ 7,455,327</u></u> | <u><u>\$ 8,244,314</u></u> | <u><u>\$ 6,543,880</u></u> | <u><u>\$ 7,344,691</u></u> | <u><u>\$ 7,446,004</u></u> | <u><u>\$ 4,717,244</u></u> | <u><u>\$ 4,853,406</u></u> | <u><u>\$ 4,823,358</u></u> |

Source: Town of Richmond Audited Financial Statements

**TOWN OF RICHMOND, RHODE ISLAND**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(Unaudited)**

**EXHIBIT 4**

|                                                                                                                 | 2021                 | 2020                 | 2019                 | 2018                 | 2017                 | 2016                 | 2015                 | 2014                 | 2013                 | 2012                 |
|-----------------------------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Revenues</b>                                                                                                 |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Property tax revenue                                                                                            | \$20,508,147         | \$19,795,368         | \$19,284,567         | \$18,659,341         | \$18,015,962         | \$17,438,274         | \$17,319,305         | \$16,839,234         | \$16,460,885         | \$15,842,207         |
| Intergovernmental and department revenue                                                                        | 6,474,175            | 5,784,908            | 5,479,554            | 5,397,120            | 5,607,480            | 6,013,757            | 6,027,337            | 5,901,511            | 6,375,962            | 6,771,428            |
| Licenses, fees, and permits                                                                                     | 829,585              | 749,101              | 782,605              | 872,804              | 687,497              | 701,494              | 505,728              | 520,938              | 384,988              | 265,661              |
| Investment Income                                                                                               | 8,422                | 50,249               | 68,801               | 48,849               | 26,938               | 24,938               | 16,214               | 8,276                | 8,009                | 6,328                |
| Other revenues                                                                                                  | 172,318              | 234,768              | 194,480              | 336,735              | 220,480              | 137,753              | 122,924              | 152,208              | 83,734               | 197,243              |
| <b>Total revenues</b>                                                                                           | <b>\$ 27,992,647</b> | <b>\$ 26,614,394</b> | <b>\$ 25,810,007</b> | <b>\$ 25,314,849</b> | <b>\$ 24,558,357</b> | <b>\$ 24,316,216</b> | <b>\$ 23,991,508</b> | <b>\$ 23,422,167</b> | <b>\$ 23,313,578</b> | <b>\$ 23,082,867</b> |
| <b>Expenditures</b>                                                                                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| General government                                                                                              | 1,633,374            | 1,660,283            | 1,441,384            | 1,429,911            | 1,554,214            | 1,623,378            | 1,389,345            | 1,293,863            | 1,102,101            | 1,114,763            |
| Public safety                                                                                                   | 2,174,773            | 2,182,082            | 2,147,594            | 2,116,593            | 2,039,741            | 1,869,226            | 1,849,574            | 1,774,776            | 1,758,543            | 1,621,378            |
| Public works                                                                                                    | 1,379,476            | 1,243,328            | 1,284,791            | 932,637              | 834,606              | 681,209              | 843,301              | 799,073              | 715,313              | 703,440              |
| Grants expenditures and land acquisition                                                                        | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 612,434              | 769,187              |
| Recreation and culture                                                                                          | 22,428               | 26,981               | 27,456               | 54,230               | 51,277               | 56,564               | 56,787               | 55,117               | 58,270               | 52,129               |
| Education                                                                                                       | 20,087,840           | 19,813,469           | 19,497,566           | 19,352,871           | 18,551,086           | 18,201,477           | 18,329,949           | 18,300,639           | 18,086,820           | 18,098,080           |
| Recycling area                                                                                                  | -                    | -                    | -                    | 178,456              | 163,542              | 159,766              | 160,897              | 151,885              | 145,665              | 55,875               |
| Community services                                                                                              | 879,845              | 581,336              | 422,020              | 274,366              | 381,304              | 481,724              | 471,944              | 277,513              | 156,182              | 153,049              |
| Canvassing authority                                                                                            | 8,241                | 3,906                | 7,766                | 3,016                | 9,308                | 4,864                | 6,235                | 3,921                | 9,595                | 10,073               |
| Capital outlay                                                                                                  | 198,933              | 1,065,845            | 922,964              | 1,363,340            | 1,192,159            | 763,440              | 307,253              | 473,013              | 203,450              | 570,447              |
| Debt Service - principal                                                                                        | 758,909              | 747,532              | 736,000              | 475,000              | 495,270              | 483,950              | 252,678              | 371,455              | 371,642              | 325,000              |
| Debt Service - interest                                                                                         | 77,463               | 95,778               | 111,453              | 124,025              | 89,119               | 100,031              | 141,488              | 64,453               | 97,237               | 85,349               |
| Debt Service - other                                                                                            | -                    | -                    | -                    | -                    | -                    | 2,500                | 2,500                | 1,525                | 1,975                | 1,875                |
| <b>Total expenditures</b>                                                                                       | <b>\$ 27,221,282</b> | <b>\$ 27,420,540</b> | <b>\$ 26,598,994</b> | <b>\$ 26,304,445</b> | <b>\$ 25,361,626</b> | <b>\$ 24,428,129</b> | <b>\$ 23,811,951</b> | <b>\$ 23,567,233</b> | <b>\$ 23,319,227</b> | <b>\$ 23,560,645</b> |
| Excess of revenues over (under) expenditures<br>before other financing sources (uses)                           | 771,365              | (806,146)            | (788,987)            | (989,596)            | (803,269)            | (111,913)            | 179,557              | (145,066)            | (5,649)              | (477,778)            |
| <b>Other financing sources (uses)</b>                                                                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Sale of land                                                                                                    | -                    | -                    | -                    | 189,030              | -                    | -                    | -                    | -                    | -                    | -                    |
| Capital lease                                                                                                   | -                    | -                    | -                    | -                    | 8,574                | -                    | -                    | -                    | -                    | -                    |
| Proceeds from debt issuance                                                                                     | 18,000               | 29,700               | -                    | 2,501,000            | -                    | -                    | 2,536,753            | -                    | 35,698               | -                    |
| Transfers from (to) other funds                                                                                 | -                    | -                    | -                    | -                    | -                    | 10,600               | -                    | -                    | -                    | -                    |
| <b>Total other financing sources (uses)</b>                                                                     | <b>18,000</b>        | <b>29,700</b>        | <b>-</b>             | <b>2,690,030</b>     | <b>8,574</b>         | <b>10,600</b>        | <b>2,536,753</b>     | <b>-</b>             | <b>35,698</b>        | <b>-</b>             |
| <b>Net change in fund balances</b>                                                                              | <b>\$ 789,365</b>    | <b>\$ (776,446)</b>  | <b>\$ (788,987)</b>  | <b>\$ 1,700,434</b>  | <b>\$ (794,695)</b>  | <b>\$ (101,313)</b>  | <b>\$ 2,716,310</b>  | <b>\$ (145,066)</b>  | <b>\$ 30,049</b>     | <b>\$ (477,778)</b>  |
| <b>Debt service as a percentage of expenditures (exclude capital and debt service principal &amp; interest)</b> | <b>3.194%</b>        | <b>3.306%</b>        | <b>3.413%</b>        | <b>2.461%</b>        | <b>2.478%</b>        | <b>2.530%</b>        | <b>1.706%</b>        | <b>1.924%</b>        | <b>2.070%</b>        | <b>1.817%</b>        |

**Note:** This schedule includes revenues and expenditures of the General Fund, Special Revenue Funds, and Capital Project Funds

**Source:** Town of Richmond Audited Financial Statements

**TOWN OF RICHMOND, RHODE ISLAND**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**(Unaudited)**

**EXHIBIT 5**

|     | Assessment Date | Real Estate - Residential | Real Estate - Commercial | Personal Property - Motor Vehicle | Personal Property - Tangible | Less Exemptions | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Assessed Value as a Percentage of Actual Taxable Value | Total Assessed Value Before Exemptions |
|-----|-----------------|---------------------------|--------------------------|-----------------------------------|------------------------------|-----------------|------------------------------|-----------------------|--------------------------------|--------------------------------------------------------|----------------------------------------|
| (1) | 12/31/2019      | 879,941,280               | 93,591,300               | 70,778,903                        | 24,646,940                   | 73,332,390      | \$995,626,033                | 20.46                 | 995,626,033                    | 100%                                                   | 1,068,958,423                          |
|     | 12/31/2018      | 793,056,800               | 81,013,700               | 73,910,681                        | 25,341,640                   | 70,956,541      | \$902,366,280                | 21.92                 | 902,366,280                    | 100%                                                   | 973,322,821                            |
|     | 12/31/2017      | 775,981,900               | 79,382,000               | 74,908,737                        | 20,165,910                   | 56,121,637      | \$894,316,910                | 21.43                 | 894,316,910                    | 100%                                                   | 950,438,547                            |
| (2) | 12/31/2016      | 764,590,400               | 79,211,600               | 78,128,586                        | 20,118,800                   | 52,786,361      | \$889,263,025                | 20.80                 | 889,263,025                    | 100%                                                   | 942,049,386                            |
|     | 12/31/2015      | 691,767,050               | 77,014,700               | 86,798,076                        | 19,827,710                   | 49,441,899      | \$825,965,637                | 21.57                 | 825,965,637                    | 100%                                                   | 875,407,536                            |
|     | 12/31/2014      | 687,478,050               | 77,113,090               | 84,666,252                        | 18,224,300                   | 48,518,713      | \$818,962,979                | 21.08                 | 818,962,979                    | 100%                                                   | 867,481,692                            |
| (2) | 12/31/2013      | 683,490,350               | 77,159,100               | 83,780,528                        | 19,480,110                   | 47,726,523      | \$816,183,565                | 20.94                 | 884,855,220                    | 100%                                                   | 863,910,088                            |
|     | 12/31/2012      | 701,234,150               | 83,199,800               | 83,144,997                        | 19,115,290                   | 47,868,419      | \$838,825,818                | 19.76                 | 907,480,486                    | 100%                                                   | 886,694,237                            |
|     | 12/31/2011      | 700,787,050               | 83,424,000               | 81,745,590                        | 20,841,340                   | 46,258,219      | \$840,539,761                | 19.02                 | 907,234,378                    | 100%                                                   | 886,797,980                            |
| (1) | 12/31/2010      | 699,650,750               | 83,426,300               | 78,391,069                        | 20,982,590                   | 44,000,360      | \$838,450,349                | 18.46                 | 902,048,476                    | 100%                                                   | 882,450,709                            |

(1) Revaluation

(2) Statistical Revaluation

**Notes: Property is reassessed every nine years with statistical updates every three years at 100%. Tax rates are per \$1,000 of assessed value. Motor vehicles are assessed at 80% and the tax rate is frozen at \$22.64. Estimated actual taxable value is calculated by dividing the taxable assessed value by those percentages.**

**Source: Tax Assessor's Annual Report to the State of Rhode Island**

**TOWN OF RICHMOND, RHODE ISLAND**  
**DIRECT AND OVERLAPING Property tax rates**  
**(RATE PER \$1,000 OF ASSESSED VALUE)**  
**LAST TEN FISCAL YEARS (1)**  
(Unaudited)

**EXHIBIT 6**

| <u>Fiscal Year</u> | <u>General Fund</u> |
|--------------------|---------------------|
| 2021               | 20.38               |
| 2020               | 21.88               |
| 2019               | 21.36               |
| 2018               | 20.80               |
| 2017               | 21.57               |
| 2016               | 21.08               |
| 2015               | 20.94               |
| 2014               | 19.76               |
| 2013               | 19.02               |
| 2012               | 18.46               |

Note:  
no overlapping

**TOWN OF RICHMOND, RHODE ISLAND  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT AND NINE YEARS AGO  
(Unaudited)**

**EXHIBIT 7**

|                                   | 12/31/2019                   |      |                                                        |                   | 12/31/2010                   |      |                                                        |                   |
|-----------------------------------|------------------------------|------|--------------------------------------------------------|-------------------|------------------------------|------|--------------------------------------------------------|-------------------|
|                                   | Taxable<br>Assessed<br>Value | Rank | Percentage<br>of Total<br>Taxable<br>Assessed<br>Value | Taxes<br>Assessed | Taxable<br>Assessed<br>Value | Rank | Percentage<br>of Total<br>Taxable<br>Assessed<br>Value | Taxes<br>Assessed |
| <b>Taxpayer</b>                   |                              |      |                                                        |                   |                              |      |                                                        |                   |
| Agree Richmond RI LLC             | \$ 6,941,500                 | 1    | 0.697%                                                 | \$ 141,468        |                              |      |                                                        |                   |
| Narragansett Electric Co          | 5,405,400                    | 2    | 0.543%                                                 | \$ 110,162        | 4,818,760                    | 2    | 0.575%                                                 | \$ 88,954         |
| Hilltop Lodge LLC                 | 3,470,200                    | 3    | 0.349%                                                 | \$ 70,723         |                              |      |                                                        |                   |
| Richmond Country Club II LLC      | 3,381,900                    | 4    | 0.340%                                                 | \$ 68,923         | 3,405,400                    | 4    | 0.406%                                                 | \$ 62,864         |
| Richmond 208 Realty LLC           | 3,136,700                    | 5    | 0.315%                                                 | \$ 63,926         | 2,308,900                    | 10   | 0.275%                                                 | \$ 42,622         |
| GX3 LLC                           | 2,892,000                    | 6    | 0.290%                                                 | \$ 58,939         |                              |      |                                                        |                   |
| The Preserve at Boulder Hills LLC | 2,797,400                    | 7    | 0.281%                                                 | \$ 57,011         |                              |      |                                                        |                   |
| Shannock Falls LP                 | 2,680,600                    | 8    | 0.269%                                                 | \$ 54,631         |                              |      |                                                        |                   |
| Cox Communications Inc.           | 2,423,200                    | 9    | 0.243%                                                 | \$ 49,385         | 4,454,150                    | 3    | 0.531%                                                 | \$ 82,224         |
| CVS 8320 RI LLC                   | 2,373,900                    | 10   | 0.238%                                                 | \$ 48,380         |                              |      |                                                        |                   |
| E&A Northeast Ltd. Partnership    |                              |      |                                                        |                   | 6,100,500                    | 1    | 0.728%                                                 | \$ 112,615        |
| Ocean State Golf Investors LLC    |                              |      |                                                        |                   | 2,839,800                    | 7    | 0.339%                                                 | \$ 52,423         |
| Cadlerock Properties LLC          |                              |      |                                                        |                   | 3,009,900                    | 5    | 0.359%                                                 | \$ 55,563         |
| JAG Enterprises Incorporated      |                              |      |                                                        |                   | 2,725,000                    | 8    | 0.325%                                                 | \$ 50,304         |
| New Castle Realty Company         |                              |      |                                                        |                   | 2,858,900                    | 6    | 0.341%                                                 | \$ 52,775         |
| Rolling Greens Corporation &      |                              |      |                                                        |                   | 2,362,900                    | 9    | 0.282%                                                 | \$ 43,619         |
|                                   | <b>\$ 35,502,800</b>         |      | <b>3.57%</b>                                           | <b>\$ 723,547</b> | <b>\$ 34,884,210</b>         |      | <b>4.16%</b>                                           | <b>\$ 643,963</b> |
| <br>Total Assessed Value          | <br>\$ 995,626,032           |      |                                                        |                   | <br>\$838,450,349            |      |                                                        |                   |
| <br>Tax Rate                      | <br>\$ 20.38                 |      |                                                        |                   | <br>\$ 18.46                 |      |                                                        |                   |

Source: Assessor's Statement of Assessed Values and Tax Levy

**TOWN OF RICHMOND, RHODE ISLAND  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(Unaudited)**

**EXHIBIT 8**

| Fiscal<br>Year<br>Ended<br>June 30 | Total Initial Tax<br>Levy<br>Fiscal Year | Collected within the<br>Fiscal Year of the Levy |                       | Total Collections to Date |                       |
|------------------------------------|------------------------------------------|-------------------------------------------------|-----------------------|---------------------------|-----------------------|
|                                    |                                          | Amount                                          | Percentage of<br>Levy | Amount                    | Percentage of<br>Levy |
| 2021 (2)                           | 20,373,360                               | 19,724,704                                      | 96.8%                 | 19,724,704                | 96.8%                 |
| 2020                               | 19,776,325                               | 19,051,146                                      | 96.3%                 | 19,705,965                | 99.6%                 |
| 2019                               | 19,163,624                               | 18,512,366                                      | 96.6%                 | 19,128,367                | 99.8%                 |
| 2018(1)                            | 18,594,046                               | 17,995,965                                      | 96.8%                 | 18,555,647                | 99.8%                 |
| 2017                               | 17,880,304                               | 17,290,235                                      | 96.7%                 | 17,837,766                | 99.8%                 |
| 2016                               | 17,354,620                               | 16,750,448                                      | 96.5%                 | 17,318,236                | 99.8%                 |
| 2015 <sup>(1)</sup>                | 17,189,267                               | 16,525,473                                      | 96.1%                 | 17,153,544                | 99.8%                 |
| 2014                               | 16,740,540                               | 16,019,946                                      | 95.7%                 | 16,704,713                | 99.8%                 |
| 2013                               | 16,192,072                               | 15,568,651                                      | 96.1%                 | 16,158,079                | 99.8%                 |
| 2012 <sup>(1)</sup>                | 15,705,615                               | 14,916,850                                      | 95.0%                 | 15,678,931                | 99.8%                 |

(1) Statistical Revaluation

(2) Revaluation

**Source: Town of Richmond - Tax Collector**

**TOWN OF RICHMOND, RHODE ISLAND**  
**RATIO OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
**EXHIBIT 9**

| Fiscal Year | Governmental Activities  |               | Business Type Activities | Total Primary Government | Percentage of Total Household Income | Median Household Income | # of Households | Total household income |
|-------------|--------------------------|---------------|--------------------------|--------------------------|--------------------------------------|-------------------------|-----------------|------------------------|
|             | General Obligation Bonds | Capital Lease | Loans Payable            |                          |                                      |                         |                 |                        |
| 2021        | 2,820,702                | 1,222         | 1,900,059                | 4,721,983                | 1.74%                                | 95391                   | 2848            | \$ 271,673,568         |
| 2020        | 3,588,377                | 3,271         | 1,934,104                | 5,525,752                | 2.03%                                | 95391                   | 2848            | 271,673,568            |
| 2019        | 4,346,052                | 5,063         | 1,967,167                | 6,318,282                | 2.35%                                | 94605                   | 2837            | 268,394,385            |
| 2018        | 5,094,727                | 6,630         | 1,999,277                | 7,100,634                | 2.54%                                | 98234                   | 2850            | 279,966,900            |
| 2017        | 3,081,403                | 8,000         | 2,030,462                | 5,119,865                | 1.90%                                | 95026                   | 2832            | 269,113,632            |
| 2016        | 3,554,078                | 35,270        | 2,060,748                | 5,650,096                | 2.08%                                | 95660                   | 2845            | 272,152,700            |
| 2015        | 4,016,753                | 69,220        | 2,090,161                | 6,176,134                | 2.33%                                | 96533                   | 2746            | 265,079,618            |
| 2014        | 1,700,000                | 101,898       | 802,776                  | 2,604,674                | 1.03%                                | 93975                   | 2688            | 252,604,800            |
| 2013        | 2,040,000                | 133,353       | 814,052                  | 2,987,405                | 1.34%                                | 82468                   | 2708            | 223,323,344            |
| 2012        | 2,375,000                | 169,995       | 825,000                  | 3,369,995                | 1.56%                                | 79219                   | 2731            | 216,347,089            |

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

Household income and total housing units from U.S. Census Table ID S2503 Financial Characteristics of prior yr (ex FY2011 is 2010 Table)  
FY2021 U.S. Census Table for 2020 not released - using prior year U.S. Census Table 2019

**TOWN OF RICHMOND, RHODE ISLAND  
GENERAL OBLIGATION DEBT RATIOS  
LAST TEN YEARS  
(Unaudited)**

**EXHIBIT 10**

|                                                                          | 2021        | 2020        | 2019        | 2018        | 2017        | 2016        | 2015        | 2014        | 2013        | 2012          |
|--------------------------------------------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| General Obligation Debt                                                  | 2,820,702   | 3,588,377   | 4,346,052   | 5,094,727   | 3,081,403   | 3,554,078   | 4,016,753   | 1,700,000   | 2,040,000   | \$2,375,000   |
| Estimated Value of Taxable Property                                      | 995,626,032 | 902,366,280 | 894,316,910 | 889,263,025 | 825,965,637 | 818,962,979 | 884,855,220 | 907,480,486 | 907,234,378 | \$902,048,476 |
| Estimated value of taxable property as<br>a % of General Obligation Debt | 0.28%       | 0.40%       | 0.49%       | 0.57%       | 0.37%       | 0.43%       | 0.45%       | 0.19%       | 0.22%       | 0.26%         |

**Source: Various Town Departments**

**TOWN OF RICHMOND, RHODE ISLAND**  
**FUND BALANCE RATIOS**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

**EXHIBIT 11**

| Fiscal Year | Budget    |            |            |              |        |
|-------------|-----------|------------|------------|--------------|--------|
| End         | Municipal | School     | Total      | Fund Balance | Ratio  |
| 2021        | 6,785,513 | 20,098,301 | 26,883,814 | 4,948,262    | 18.41% |
| 2020        | 6,574,483 | 19,813,469 | 26,387,952 | 4,361,826    | 16.53% |
| 2019        | 6,106,094 | 19,628,170 | 25,734,264 | 4,419,575    | 17.17% |
| 2018        | 5,559,951 | 19,352,871 | 24,912,822 | 4,632,018    | 18.59% |
| 2017        | 5,911,795 | 18,551,086 | 24,462,881 | 4,624,223    | 18.90% |
| 2016        | 5,260,313 | 18,539,075 | 23,799,388 | 4,565,491    | 19.18% |
| 2015        | 5,129,162 | 18,329,949 | 23,459,111 | 4,090,983    | 17.44% |
| 2014        | 5,072,828 | 18,300,639 | 23,373,467 | 3,957,256    | 16.93% |
| 2013        | 4,778,454 | 18,086,820 | 22,865,274 | 3,855,348    | 16.86% |
| 2012        | 4,257,375 | 18,098,080 | 22,355,455 | 3,751,869    | 16.78% |

**Source: Town of Richmond Audited Financial Statements and budgets**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Capital Asset Statistics by Function / Activity**  
**(Unaudited)**  
**Last Ten Fiscal Years**

**EXHIBIT 12**

| Function/Program              | Fiscal Year |      |      |      |      |      |      |      |      |      |
|-------------------------------|-------------|------|------|------|------|------|------|------|------|------|
|                               | 2021        | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
| General Government            |             |      |      |      |      |      |      |      |      |      |
| General government buildings  | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Public Safety Police          |             |      |      |      |      |      |      |      |      |      |
| Police Stations               | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Patrol Units/Vehicles         | 22          | 22   | 22   | 22   | 18   | 18   | 18   | 15   | 15   | 15   |
| Animal Control                |             |      |      |      |      |      |      |      |      |      |
| Animal Shelters               | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Animal Patrol Unit            | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Public Works                  |             |      |      |      |      |      |      |      |      |      |
| Building and garage           | 2           | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    | 2    |
| Transfer Station              | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Streets and Highways          |             |      |      |      |      |      |      |      |      |      |
| Street (miles)                | 113         | 113  | 113  | 113  | 113  | 113  | 113  | 113  | 113  | 113  |
| Highways (miles, Town owned)  | 76          | 76   | 76   | 76   | 76   | 76   | 76   | 76   | 76   | 76   |
| Highways (miles, State owned) | 25          | 25   | 25   | 25   | 25   | 25   | 25   | 25   | 25   | 25   |
| Streetlights (Town owned)     | 117         | 117  | 117  | 117  | 117  | 117  | 117  | 117  | 117  | 117  |
| Streetlights (State owned)    | 144         | 144  | 144  | 144  | 144  | 144  | 144  | 144  | 144  | 144  |
| Traffic Signals               | 3           | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    | 3    |
| Parks and Recreation          |             |      |      |      |      |      |      |      |      |      |
| Playgrounds                   | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |
| Parks and Public Squares      | 1           | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    | 1    |

**Source: various town departments**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Town Government Employees by Function / Activity**  
**(Unaudited)**  
**Last Ten Fiscal Years**

**EXHIBIT 13**

| Function/Program           | Full-time Equivalent Employees not actual count as of June 30 |      |      |      |      |      |      |      |      |      |
|----------------------------|---------------------------------------------------------------|------|------|------|------|------|------|------|------|------|
|                            | 2021                                                          | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
| Central Administration     |                                                               |      |      |      |      |      |      |      |      |      |
| Town Council               | 0.5                                                           | 0.5  | 0.5  | 0.5  | 0.5  | 0.5  | 0.5  | 0.5  | 0.5  | 0.5  |
| Town Administrator         | 1.0                                                           | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  |
| Town Clerk                 | 3.6                                                           | 3.6  | 3.6  | 3.0  | 3.0  | 3.0  | 3.0  | 3.0  | 3.0  | 3.0  |
| Probate Court              | 0.2                                                           | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  |
| Building/Zoning            | 2.0                                                           | 2.0  | 2.0  | 2.3  | 2.3  | 2.8  | 2.8  | 2.8  | 2.8  | 2.8  |
| Planning                   | 1.0                                                           | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  |
| Financial Administration   |                                                               |      |      |      |      |      |      |      |      |      |
| Treasurer's Office         | 2.0                                                           | 2.0  | 2.0  | 2.0  | 1.8  | 1.8  | 1.8  | 1.8  | 1.8  | 1.8  |
| Tax Collection             | 1.2                                                           | 1.2  | 1.2  | 1.2  | 1.2  | 1.2  | 1.2  | 1.2  | 1.2  | 1.2  |
| Tax Assessor               | 1.4                                                           | 1.7  | 1.7  | 1.7  | 1.5  | 1.5  | 1.5  | 1.5  | 1.5  | 1.6  |
| Public Safety              |                                                               |      |      |      |      |      |      |      |      |      |
| Police Officers            | 14.0                                                          | 14.0 | 14.0 | 14.0 | 14.0 | 14.0 | 14.0 | 14.0 | 14.0 | 14.0 |
| Civilians                  | 5.2                                                           | 5.2  | 5.2  | 5.2  | 5.2  | 5.2  | 5.2  | 5.2  | 5.2  | 5.2  |
| Animal Control Officers    | 1.3                                                           | 1.3  | 1.3  | 1.3  | 1.4  | 1.4  | 1.4  | 1.4  | 1.4  | 1.4  |
| Emergency Management       | 0.1                                                           | 0.1  | 0.1  | 0.1  | 0.1  | 0.1  | 0.1  | 0.1  | 0.1  | 0.1  |
| Public Works Department    |                                                               |      |      |      |      |      |      |      |      |      |
| Director                   | 1.0                                                           | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  |
| Highway Driver/Laborer     | 8.0                                                           | 7.0  | 7.0  | 7.0  | 6.0  | 6.0  | 6.0  | 6.0  | 6.0  | 6.0  |
| Transfer Station           | 1.0                                                           | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  |
| Maintenance                |                                                               |      |      |      |      |      |      |      |      |      |
| Custodial                  | 1.0                                                           | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  | 1.0  |
| Senior Department Director | 0.2                                                           | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  | 0.2  |
| Recreation Department      |                                                               |      |      |      |      |      |      |      |      |      |
| Director                   | 0.4                                                           | 0.4  | 0.4  | 0.4  | 0.4  | 0.4  | 0.4  | 0.4  | 0.4  | 0.4  |
| Summer Programs (seasonal) | 1.0                                                           | 1.0  | 2.0  | 2.0  | 2.0  | 2.0  | 2.0  | 2.0  | 2.0  | 2.0  |
| Total                      | 46.1                                                          | 45.4 | 46.4 | 46.1 | 44.8 | 45.3 | 45.3 | 45.3 | 45.3 | 45.4 |

**Source: Various town departments**

## **SINGLE AUDIT SECTION**

**This section contains information  
regarding grant activity for the year ended  
June 30, 2021 which was audited under the guidelines  
of the Single Audit Act of 1996 and Uniform Guidance.**

**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**

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Richmond, Rhode Island as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Richmond, Rhode Island's basic financial statements, and have issued our report thereon dated December 18, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Town of Richmond, Rhode Island's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Richmond, Rhode Island's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Richmond, Rhode Island'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001, that we consider to be a material weakness.

### **Compliance and Other Matters**

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

### **Town of Richmond, Rhode Island's Response to Findings**

The Town of Richmond, Rhode Island's response to the finding identified in our audit are described in the accompanying schedule of findings and questioned costs. The Town of Richmond, Rhode Island's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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 result 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.

*Bacon & Company CPAs, LLC*

Warwick, Rhode Island  
December 18, 2021

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL  
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
REQUIRED BY THE UNIFORM GUIDANCE**

**Independent Auditor's Report**

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

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

We have audited the Town of Richmond, Rhode Island'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 Richmond, Rhode Island's major federal programs for the year ended June 30, 2021. The Town of Richmond, Rhode Island'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 Richmond, 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, Costs 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 Richmond, 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 Richmond, Rhode Island's compliance.

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

In our opinion, the Town of Richmond, 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 June 30, 2021.

### ***Report on Internal Control Over Compliance***

Management of the Town of Richmond, 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 Richmond, 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 Richmond, 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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.

*Bacon & Company CPAs, LLC*

Warwick, Rhode Island  
December 18, 2021

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

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

**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: unmodified

Internal control over financial reporting:

- Material weakness(es) identified?   X   yes        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 federal 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 federal programs:**

**CDFA Number**

21.019

**Name of Federal Program or Cluster**

Coronavirus Relief Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualified as low-risk auditee?

       yes   X   no

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

**SECTION II - FINANCIAL STATEMENT FINDINGS**

**MATERIAL WEAKNESSES**

***2021-001 Segregation of Duties-Tax Collector's Office***

**Criteria:** Segregation of duties is an element of internal control that is designed to prevent, detect and correct misstatements in a timely manner, whether due to fraud or error.

**Condition:** The Tax Collector has job responsibilities that result in a lack of segregation of duties. The Tax Collector is responsible for accepting and recording tax payments, reconciling the daily receipts, preparing the daily deposit, posting abatements and monitoring delinquent accounts.

**Effect:** Misstatements, whether due to fraud or error, could occur and not be prevented, detected and corrected in a timely manner.

**Cause:** There is limited number of staff in the Tax Collector's office.

**Identification of a repeat finding:** This is a repeat finding from previous audits 2014-001, 2015-001, 2016-001, 2017-001, 2018-001, 2019-001 and 2020-001.

**Recommendation** - We recommend that the Town review the current job responsibilities of the Tax Collector to attempt to segregate certain responsibilities. We suggest that internal controls could be improved by having all daily reconciliation procedures completed by two individuals. We also recommend that delinquent accounts and adjustments to the subsidiary ledger be reviewed by another independent individual, in addition to the Tax Collector.

**Views of Responsible Officials and Planned Corrective Action** – Management acknowledges the comment and will look to review additional areas for segregation of duties. The need for additional segregation of duties versus the hiring of additional personnel will need to be considered. There has been additional timely reconciliations of accounts conducted by the Finance Department which has reduced some of the issues raised by this comment. Additional review will be considered with the recommendation of the Auditors for new procedures.

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

**NONE REPORTED**

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Expenditures of Federal Awards**  
**For the Fiscal Year Ended June 30, 2021**

| <b>Federal Grantor/<br/>Pass-Through Grantor/<br/>Program or Cluster Title</b>                         | <b>Federal<br/>Assistance<br/>Listing<br/>Number</b> | <b>Pass-Through<br/>Entity Identifying Number</b> | <b>Total<br/>Federal<br/>Expenditures</b> |
|--------------------------------------------------------------------------------------------------------|------------------------------------------------------|---------------------------------------------------|-------------------------------------------|
| <b>U.S. Department of Housing and<br/>Urban Development</b>                                            |                                                      |                                                   |                                           |
| <b>Pass- through RI Executive Office of Commerce,<br/>Office of Housing and Community Development:</b> |                                                      |                                                   |                                           |
| Community Development Block Grant Program income                                                       | 14.228                                               | N/A                                               | \$ 21,007                                 |
| Community Development Block Grant State's Program                                                      | 14.228                                               | 17/29/33                                          | 273,478                                   |
| Community Development Block Grant State's Program                                                      | 14.228                                               | 16//29/29                                         | 307,610                                   |
| Community Development Block Grant State's Program                                                      | 14.228                                               | 19/29/35                                          | 35,762                                    |
| <b>Total U.S. Department of Housing and Urban Development</b>                                          |                                                      |                                                   | <b>637,857</b>                            |
| <b>U.S. Department of Homeland Security</b>                                                            |                                                      |                                                   |                                           |
| <b>Pass- through RI Emergency Management Agency:</b>                                                   |                                                      |                                                   |                                           |
| COVID-19-Disaster Grants-Public Assistance                                                             | 97.036                                               | PA-01-RI-4505-PW00040                             | 1,213                                     |
| <b>Total U.S. Department of Homeland Security</b>                                                      |                                                      |                                                   | <b>1,213</b>                              |
| <b>U.S. Department of Transportation</b>                                                               |                                                      |                                                   |                                           |
| <b>Pass-through RI Department of Transportation:</b>                                                   |                                                      |                                                   |                                           |
| <b>Highway Safety Cluster:</b>                                                                         |                                                      |                                                   |                                           |
| State and Community Highway Safety Grant                                                               | 20.600                                               | N/A                                               | 3,380                                     |
| <b>Total Highway Safety Cluster</b>                                                                    |                                                      |                                                   | <b>3,380</b>                              |
| <b>Total U.S. Department of Transportation</b>                                                         |                                                      |                                                   | <b>3,380</b>                              |
| <b>U.S. Department of Health and Human Services</b>                                                    |                                                      |                                                   |                                           |
| <b>Pass- through RI Department of Health:</b>                                                          |                                                      |                                                   |                                           |
| COVID-19- Public Health Emergency Preparedness - MEDS                                                  | 93.069                                               | N/A                                               | 8,142                                     |
| <b>Total U.S. Department of Health and Human Services</b>                                              |                                                      |                                                   | <b>8,142</b>                              |
| <b>U.S. Department of Treasury</b>                                                                     |                                                      |                                                   |                                           |
| <b>Pass- through RI Department of Revenue:</b>                                                         |                                                      |                                                   |                                           |
| COVID-19 Coronavirus Relief Fund                                                                       | 21.019                                               | N/A                                               | 552,920                                   |
| <b>Pass through RI Commerce Corporation:</b>                                                           |                                                      |                                                   |                                           |
| COVID-19 Coronavirus Relief Fund-Take It Outside                                                       | 21.019                                               | N/A                                               | 54,171                                    |
| <b>Total U.S. Department of Treasury</b>                                                               |                                                      |                                                   | <b>607,091</b>                            |
| <b>U.S. Environmental Protection Agency</b>                                                            |                                                      |                                                   |                                           |
| <b>Pass- through New England Interstate Water Pollution<br/>Control Commission:</b>                    |                                                      |                                                   |                                           |
| National Estuary Program                                                                               | 66.456                                               | CE00A00004                                        | 25,686                                    |
| <b>Total U.S. Environmental Protection Agency</b>                                                      |                                                      |                                                   | <b>25,686</b>                             |

(continued)

The accompanying notes are an integral part of this schedule

**TOWN OF RICHMOND, RHODE ISLAND**  
**Schedule of Expenditures of Federal Awards( Continued)**  
**For the Fiscal Year Ended June 30, 2021**

| <i><b>Federal Grantor/<br/>Pass-Through Grantor/<br/>Program or Cluster Title</b></i> | <i><b>Federal<br/>Assistance<br/>Listing<br/>Number</b></i> | <i><b>Pass-Through<br/>Entity Identifying Number</b></i> | <i><b>Total<br/>Federal<br/>Expenditures</b></i> |
|---------------------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------------------------------------|--------------------------------------------------|
| <b>U.S. Department of Justice</b>                                                     |                                                             |                                                          |                                                  |
| <b>Pass- through RI Department of Public Safety</b>                                   |                                                             |                                                          |                                                  |
| <b>Grant Administration Office:</b>                                                   |                                                             |                                                          |                                                  |
| Edward Bryne Memorial Justice Assistance Grant Program                                | 16.738                                                      | 2017-DJ-BX-0118                                          | 6,537                                            |
| <b>Total U.S. Department of Justice</b>                                               |                                                             |                                                          | 6,537                                            |
| <br><b>Total Expenditures of Federal Awards</b>                                       |                                                             |                                                          | <b>\$ 1,289,906</b>                              |

*The accompanying notes are an integral part of this schedule*

**TOWN OF RICHMOND, RHODE ISLAND**  
*Notes to Schedule of Expenditures of Federal Awards*  
*For the Fiscal Year Ended June 30, 2021*

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal award activity of the Town of Richmond, Rhode Island under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Richmond, Rhode Island, it is not intended to and does not present the financial position, changes in financial position, or cash flows of the Town of Richmond, Rhode Island.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

**NOTE 3 – INDIRECT COST RATE**

The Town of Richmond, Rhode Island has elected not to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.