

CITY OF WARWICK, RHODE ISLAND

**BASIC FINANCIAL STATEMENTS,
REQUIRED SUPPLEMENTARY INFORMATION,
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2022



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INDEPENDENT AUDITORS' REPORT

Honorable Mayor
and Members of the City Council
City of Warwick, Rhode Island

Report on the Audit of the Financial Statements

Opinions

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 City of Warwick, Rhode Island, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Warwick, Rhode Island's basic financial statements as listed in the table of contents.

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 City of Warwick, Rhode Island, as of June 30, 2022, 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.

Basis for Opinions

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

Emphasis of a Matter

As discussed in Note 1, effective July 1, 2021, the City adopted GASB Statement No. 87, *Leases*. The guidance requires lessees to recognize a right-to-use asset and corresponding liability and lessors to recognize a lease receivable and corresponding deferred inflow of resources for all leases with lease terms greater than twelve months. Our auditors' opinions were not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Honorable Mayor
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City of Warwick, Rhode Island

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and certain pension and other postemployment benefits information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and,

Honorable Mayor
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City of Warwick, Rhode Island

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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Warwick, Rhode Island's basic financial statements. The combining and individual fund financial statements and schedules, the tax collector's annual report, and the Annual Supplemental Transparency report are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules, the tax collector's annual report, and the Annual Supplemental Transparency Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 5, 2023 on our consideration of the City of Warwick, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Warwick, 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 City of Warwick, Rhode Island's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Boston, Massachusetts
April 5, 2023

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

As management of the City of Warwick, we offer readers of the City of Warwick's basic financial statements this overview and analysis of the financial activities of the City of Warwick for the fiscal year ended June 30, 2022. We encourage readers to consider this information in conjunction with the City's basic financial statements which follow.

Included within our discussion will be a series of comparative tables, serving to illustrate changes more clearly in the City's financial position. These tables will reflect governmental activities, business-type activities, and total activities for the 2022 and 2021 fiscal years.

FINANCIAL HIGHLIGHTS

At the close of the fiscal year, the liabilities and deferred inflows of resources of the City of Warwick exceeded its assets and deferred outflows of resources by \$548,847,954 (*Net Position*).

The City's total net position increased by \$10,094,445 during fiscal year 2022, compared to an increase in net position of \$15,408,567 in the prior year. The key factor for the change in net position changes from the prior year was related to the changes in the City's net pension and OPEB liabilities, net of the related deferred outflows and inflows.

At the close of the current fiscal year, the City's governmental funds reported *combined* ending fund balances of \$73,283,724, an increase of \$19,123,223 from the prior year. This was primarily due to issuance of bonds and notes.

For the year ended June 30, 2022, operating results for the general fund reflected a net increase in total fund balance of \$2,098,561 resulting in an ending fund balance of \$35,166,719. The fund's ending unassigned fund balance totaled \$33,054,735 or 9.92% of the total fiscal year 2022 final budgeted expenditures.

The City's overall investment in capital assets (net of accumulated depreciation) increased by \$20,256,422 during this year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Warwick's basic financial statements. The City's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the financial statements. This report also contains required supplementary and other information in addition to the basic financial statements.

Government-Wide Statements

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

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

The two government-wide statements report on the City's *net position* and how it has changed. Net position—the difference between the City's assets and liabilities—is one way to measure the City's financial health.

- Over time, increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as changes in the City's property tax base and the condition of the City's roads.

The government-wide financial statements of the City are divided into two categories.

- ***Governmental Activities*** – Most of the City's basic services are included here, such as education, public safety, library, recreation, social services, public works, and general administration. Property taxes, charges for services and state funding finance most of these activities.
- ***Business-Type Activities*** – The City charges fees to customers to cover the costs of certain services it provides. The City's water and sewer systems are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds—not the City as a whole. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. It is important to note that these fund categories use different accounting approaches and should be interpreted differently.

Governmental Funds – Most of the basic services provided by the City are reported in governmental funds, which focus on (1) how money flows into and out of those funds and (2) the balances remaining at year end that are available for spending during the next year. These funds are reported using an accounting method called the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations that helps the reader to determine whether or not there are more or fewer financial resources that can be spent in the near future to finance City programs.

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. To facilitate this comparison, a reconciliation between the governmental funds' statements and the government-wide statements has been provided.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

The City maintains over 100 governmental funds and four are considered major funds for presentation purposes. Each major fund is presented in a separate column in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The three major governmental funds are the General Fund, the School Unrestricted Fund, the American Rescue Plan Act (ARPA) Fund, and the School Bonds Fund. Data from the other governmental funds are combined into a single, aggregated presentation titled *nonmajor governmental* funds. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements on pages 121-148 of this report.

The basic governmental fund financial statements can be found on pages 15-18 of this report.

Proprietary Funds – The City of Warwick maintains two different types of proprietary funds.

Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses an enterprise fund to account for its sewer and water operations.

Internal Service Funds are used to accumulate and allocate costs internally among functions. The City uses internal service funds to account for the workers compensation self-insurance fund and the healthcare self-insurance funds.

Because this operation benefits predominantly governmental rather than business activities, the internal service fund has been included within the governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 19-21 of this report.

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

The basic fiduciary funds financial statements can be found on pages 23-24 of this report.

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

Required Supplementary and Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. This section includes budgetary comparison schedules, as well as certain pension and other postemployment benefits information.

Required supplementary information can be found on pages 100-119 of this report.

The combining statements and schedules for governmental funds, enterprise funds and fiduciary funds are presented immediately following the required supplementary information on pages 120-163 of this report.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial health. The City's combined net position (government and business-type activities) totaled (\$548,847,954) as of June 30, 2022. The largest portion of the City's net position reflects its investment in capital assets such as land, building, equipment, and infrastructure, less any related outstanding debt. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Current Assets	\$ 136,292,537	\$ 105,499,798	\$ 67,919,299	\$ 53,532,678	\$ 204,211,836	\$ 159,032,476
Capital Assets	148,545,077	132,012,529	180,333,086	176,609,212	328,878,163	308,621,741
Other Noncurrent Assets	4,497,451	3,422,596	11,276,759	12,030,782	15,774,210	15,453,378
Total Assets	289,335,065	240,934,923	259,529,144	242,172,672	548,864,209	483,107,595
Deferred Outflows of Resources	212,155,526	87,524,703	6,036,733	1,748,673	218,192,259	89,273,376
Current Liabilities	50,868,874	47,644,110	17,623,619	12,513,716	68,492,493	60,157,826
Long-Term Liabilities	1,020,858,030	889,652,204	70,729,377	65,941,227	1,091,587,407	955,593,431
Total Liabilities	1,071,726,904	937,296,314	88,352,996	78,454,943	1,160,079,900	1,015,751,257
Deferred Inflows of Resources	151,788,420	112,110,385	4,036,102	3,461,728	155,824,522	115,572,113
Net Position:						
Net Investment in Capital Assets	84,114,801	80,565,543	131,737,616	124,033,687	215,852,417	204,599,230
Restricted	14,335,666	12,790,907	6,142,879	5,636,299	20,478,545	18,427,206
Unrestricted	(820,475,200)	(814,303,523)	35,296,284	32,334,688	(785,178,916)	(781,968,835)
Total Net Position	<u>\$ (722,024,733)</u>	<u>\$ (720,947,073)</u>	<u>\$ 173,176,779</u>	<u>\$ 162,004,674</u>	<u>\$ (548,847,954)</u>	<u>\$ (558,942,399)</u>

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position may be used to meet the City's ongoing obligations to citizens and creditors. Internally imposed designations of resources are not presented as restricted net position. At the end of the current fiscal year, the City's unrestricted net position total was negative—this was primarily due to the net pension liabilities for all six City pension plans and the total OPEB liabilities.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

Changes in Net Position

During fiscal 2022, the government's total net position increased by \$10,094,445, to a June 30, 2022 year end net deficit of (\$548,847,954):

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program Revenues:						
Charges for Services	\$ 11,938,800	\$ 10,035,866	\$ 32,365,584	\$ 30,110,746	\$ 44,304,384	\$ 40,146,612
Operating Grants and Contributions	79,783,709	77,485,845	-	-	79,783,709	77,485,845
Capital Grants and Contributions	3,075,673	2,714,857	4,463,698	-	7,539,371	2,714,857
General Revenues:						
Property Taxes	235,679,054	239,325,112	-	-	235,679,054	239,325,112
Interest on Property Tax	1,994,916	2,547,923	-	-	1,994,916	2,547,923
State Aid/In Lieu of Tax	15,912,561	4,189,539	-	-	15,912,561	4,189,539
Hotel and Meals Tax	5,177,224	3,757,794	-	-	5,177,224	3,757,794
Airport Revenues	2,828,103	1,978,259	-	-	2,828,103	1,978,259
Realty Transfer Tax	1,859,750	1,582,681	-	-	1,859,750	1,582,681
Investment Earnings	135,250	112,896	395,446	478,409	530,696	591,305
Tax Titles	72,366	11,654	-	-	72,366	11,654
Gain on Sale of Capital Assets	324,100	9,000	-	-	324,100	9,000
Miscellaneous	649,226	552,727	-	-	649,226	552,727
Total Revenues	359,430,732	344,304,153	37,224,728	30,589,155	396,655,460	374,893,308
Expenses:						
Executive and Administrative	10,026,501	8,627,517	-	-	10,026,501	8,627,517
Public Safety	124,657,151	99,034,073	-	-	124,657,151	99,034,073
Recreation	2,707,940	3,088,746	-	-	2,707,940	3,088,746
Public Libraries	4,537,791	4,272,209	-	-	4,537,791	4,272,209
Social Services	2,130,016	1,808,592	-	-	2,130,016	1,808,592
Planning and Economic Development	3,595,719	3,014,194	-	-	3,595,719	3,014,194
Public Works	20,779,596	16,509,867	-	-	20,779,596	16,509,867
Education	190,554,814	195,580,881	-	-	190,554,814	195,580,881
Debt Interest	1,518,864	1,834,338	-	-	1,518,864	1,834,338
Sewer Fund	-	-	14,804,339	15,855,312	14,804,339	15,855,312
Water Fund	-	-	11,248,284	9,859,012	11,248,284	9,859,012
Total Expenses	360,508,392	333,770,417	26,052,623	25,714,324	386,561,015	359,484,741
Change in Net Position Before Transfers	(1,077,660)	10,533,736	11,172,105	4,874,831	10,094,445	15,408,567
Transfers	-	909,000	-	(909,000)	-	-
Increase (Decrease) in Net Position	(1,077,660)	11,442,736	11,172,105	3,965,831	10,094,445	15,408,567
Net Position - Beginning of Year	(720,947,073)	(732,389,809)	162,004,674	158,038,843	(558,942,399)	(574,350,966)
Net Position - End of Year	<u>\$ (722,024,733)</u>	<u>\$ (720,947,073)</u>	<u>\$ 173,176,779</u>	<u>\$ 162,004,674</u>	<u>\$ (548,847,954)</u>	<u>\$ (558,942,399)</u>

Governmental Activities

Governmental activities decreased the City's net position by \$1,077,660. Key elements are as follows:

1. The City's net position decreased by approximately \$2,615,000 due to an increase in the City's net pension liabilities, net of the changes in the related deferred outflows and inflows.
2. The City's net position decreased by approximately \$16,646,000 due to an increase in the City's total OPEB liabilities, net of the changes in the related deferred outflows and inflows.
3. Changes in the internal service fund activity increased the City's net position by approximately \$8,621,000.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

Business-Type Activities

Business-type activities increased the City's net position by \$11,172,105 to an overall ending balance amount of \$173,176,779. The key elements are as follows:

1. The Sewer Department reflected an overall increase in net position of \$9,640,954. The ending net position for the Sewer Department was \$154,216,070.
2. The Water Department reflected a net position increase of \$1,531,151 to an ending balance of \$18,960,709.

Financial Analysis of the Government's Funds

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$73,283,724, an increase of \$19,123,223 in comparison with the prior year balances. An amount of \$31,982,359 or 4.6% of this the total fund balance represents unassigned fund which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it is considered nonspendable, or has been restricted, assigned, or committed.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$33,054,735. The total fund balance was \$35,166,719. As a measure of the general fund liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. The unassigned fund balance represents 9.92% of total general fund budgeted expenditures.

The City's general fund balance increased by \$2,098,561 during fiscal year 2022, as compared to an increase of \$2,781,551 in the prior year. The change is a result of the City's budgetary expenditure surplus of approximately \$4,200,000.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Total net position of the sewer enterprise funds amounted to \$154,216,070. The net investment in capital assets total \$120,967,702, restricted funds total \$6,142,879, and unrestricted net position totals \$27,105,489. During fiscal year 2022, the net position increased by \$9,640,954.

The net position of the water enterprise funds totaled \$18,960,709. Of this, \$10,769,914 represents the net investment in capital assets while the unrestricted portion totals \$8,190,795. During fiscal year 2022, the net position increased by \$1,531,151.

The net position of the City's internal service fund amounted to \$15,470,288. During fiscal year 2022, the net position increased by \$8,918,807.

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

General Fund Budgetary Highlights

During fiscal 2022, the City's original budgeted expenditures and other financing uses was \$333,058,596 and there were no subsequent changes made to the budget.

Capital Assets and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2022, amounted to \$328,878,163 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, roads, and construction in progress. During this year, the City's overall investment in capital assets (net of accumulated depreciation) increased by \$20,256,422.

Major capital asset additions during the current fiscal year included the following:

1. School Capital Improvements – Approximately \$14,400,000
2. Sewer Infrastructure – Approximately \$8,400,000
3. Water Infrastructure – Approximately \$1,400,000

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 18,693,825	\$ 18,693,825	\$ -	\$ -	\$ 18,693,825	\$ 18,693,825
Land Improvements	11,082,066	11,082,066	-	-	11,082,066	11,082,066
Buildings	161,875,041	159,786,034	2,906,051	2,906,051	164,781,092	162,692,085
Infrastructure	212,668,481	211,076,314	313,394,133	309,660,320	526,062,614	520,736,634
Equipment	21,606,088	21,509,730	7,366,463	6,468,828	28,972,551	27,978,558
Licensed Vehicles	36,593,242	33,110,302	-	-	36,593,242	33,110,302
Artwork	62,950	62,950	-	-	62,950	62,950
Construction in Progress	18,347,437	2,710,475	9,118,089	2,917,616	27,465,526	5,628,091
Subtotal	480,929,130	458,031,696	332,784,736	321,952,815	813,713,866	779,984,511
Less: Accumulated Depreciation	(332,384,053)	(326,019,167)	(152,451,650)	(145,343,603)	(484,835,703)	(471,362,770)
Total	<u>\$ 148,545,077</u>	<u>\$ 132,012,529</u>	<u>\$ 180,333,086</u>	<u>\$ 176,609,212</u>	<u>\$ 328,878,163</u>	<u>\$ 308,621,741</u>

Additional information on the City's capital assets can be found in Note 8 of the notes to the financial statements of this report.

Long-Term Debt

At the end of the fiscal year, the City had total bonds and notes outstanding of \$133,770,335. It is broken down as follows:

General Fund Bonds and Notes Payable	\$75,772,438
Sewer Bonds and Notes Payable	\$57,997,897

**CITY OF WARWICK, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

General obligation bonds are backed by the full faith and credit of the City, including the City's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the citizens. During fiscal 2022, the City of Warwick's general fund general obligation debt reflected a net increase of \$18,705,195. Sewer debt increased by \$2,437,102, and water debt decreased by \$42,676.

The City's bond ratings are as follows:

Moody'sA1
Standard & PoorsAA

State statute limits the amount of bonds a governmental entity can issue to 3% of its total assessed valuation. The current debt limitation for the City is \$319,684,842. As of June 30, 2022, the City's current outstanding general fund debt falls under the debt limitation by \$243,954,170.

Additional information on the City's long-term debt can be found in Note 10 of the notes to the financial statements and in the statistical tables.

Economic Factors and Next Year's Budgets and Rates

- Warwick's average unemployment rate is 2.50%.
- Median family income in Warwick was \$77,110.
- Warwick ranks 3rd in population among Rhode Island's 39 cities and towns.

The following factors were considered in preparing the City's operating budget for the 2022-23 fiscal year.

- The School Department budget will increase by \$4.7 million to \$178.7 million.

Currently, the unassigned fund balance in the general fund totals \$33,054,735. While the City has maintained its commitment toward ensuring a steady growth for the City surplus, it has sometimes been necessary to utilize part of this surplus to ease the burden on its taxpayers. In the final fiscal 2022-23 budget, the tax rate for residential property was set at \$18.73, the commercial and industrial tax rate at \$28.10, and the tangible personal property rate at \$37.46. Per Rhode Island law, the motor vehicle tax rate was eliminated.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the Controller, City of Warwick Treasurer's Office, 3275 Post Road, Warwick, RI 02886-7145

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 31,856,778	\$ 35,887,977	\$ 67,744,755
Cash Held by Fiscal Agent	4,965,014	-	4,965,014
Restricted Cash and Cash Equivalents	49,836,792	6,142,879	55,979,671
Receivables, Net of Allowance for Uncollectible Amounts:			
Property Tax Receivable	5,614,132	-	5,614,132
Water and Sewer Use Fees	-	12,063,681	12,063,681
Sewer Assessments	-	2,847,822	2,847,822
Due from Federal and State Government	22,777,955	12,862,474	35,640,429
Leases	162,522	64,911	227,433
Other Receivables	3,974,532	-	3,974,532
Internal Balances	2,043,309	(2,043,309)	-
Other Assets	178,300	92,864	271,164
Prepays	66,271	-	66,271
Deposits with Agent	14,816,932	-	14,816,932
Total Current Assets	136,292,537	67,919,299	204,211,836
Noncurrent Assets:			
Loans Receivable	2,513,805	-	2,513,805
Sewer Assessments Receivable	-	10,690,198	10,690,198
Leases Receivable	1,983,646	586,561	2,570,207
Capital Assets:			
Nondepreciable Assets	37,104,212	9,118,089	46,222,301
Depreciable Capital Assets, Net	111,440,865	171,214,997	282,655,862
Total Noncurrent Assets	153,042,528	191,609,845	344,652,373
Total Assets	289,335,065	259,529,144	548,864,209
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Charge on Refunding	27,255	41,469	68,724
Deferred Outflows - Related to OPEB	101,762,641	3,131,842	104,894,483
Deferred Outflows - Related to Pensions	110,365,630	2,863,422	113,229,052
Total Deferred Outflows of Resources	212,155,526	6,036,733	218,192,259

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2022

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	\$ 11,387,534	\$ 7,282,622	\$ 18,670,156
Accrued Payroll and Related Liabilities	12,661,413	125,804	12,787,217
Accrued Interest Payable	612,040	459,515	1,071,555
Other Liabilities	494,054	182,541	676,595
Due to Federal and State Government	197,691	-	197,691
Compensated Absences	2,527,544	-	2,527,544
Accrued Claims - IBNR	1,794,086	-	1,794,086
Net/Total OPEB Liability, Due Within One Year	13,664,795	464,364	14,129,159
Current Portion of Long-Term Debt	7,529,717	9,108,773	16,638,490
Total Current Liabilities	<u>50,868,874</u>	<u>17,623,619</u>	<u>68,492,493</u>
Noncurrent Liabilities:			
Compensated Absences	10,110,176	336,759	10,446,935
Unearned Revenues	12,311,178	72,047	12,383,225
Retroactive Payroll Liability	933,947	-	933,947
Long-Term Debt	81,526,966	49,209,143	130,736,109
Net/Total OPEB Liability	398,133,290	12,588,660	410,721,950
Net Pension Liability	517,842,473	8,522,768	526,365,241
Total Noncurrent Liabilities	<u>1,020,858,030</u>	<u>70,729,377</u>	<u>1,091,587,407</u>
Total Liabilities	1,071,726,904	88,352,996	1,160,079,900
DEFERRED INFLOWS OF RESOURCES			
Advance Collections - Taxes	486,142	-	486,142
Deferred Inflows - Leases	2,103,931	668,655	2,772,586
Deferred Inflows - Related to OPEB	111,692,745	3,356,307	115,049,052
Deferred Inflows - Related to Pensions	37,505,602	11,140	37,516,742
Total Deferred Inflows of Resources	<u>151,788,420</u>	<u>4,036,102</u>	<u>155,824,522</u>
NET POSITION			
Net Investment in Capital Assets	84,114,801	131,737,616	215,852,417
Restricted for:			
Debt Service	5,711,552	6,142,879	11,854,431
Loans	2,800,624	-	2,800,624
Education	2,416,847	-	2,416,847
Other Purposes	3,406,643	-	3,406,643
Unrestricted	(820,475,200)	35,296,284	(785,178,916)
Total Net Position	<u>\$ (722,024,733)</u>	<u>\$ 173,176,779</u>	<u>\$ (548,847,954)</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Function/Program Activities	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES							
Legislative, Judicial, and General Administrative	\$ 10,026,501	\$ 2,888,681	\$ 349,400	\$ -	\$ (6,788,420)	\$ -	\$ (6,788,420)
Public Safety	124,657,151	7,028,350	3,637,766	151,703	(113,839,332)	-	(113,839,332)
Recreation	2,707,940	799,053	-	-	(1,908,887)	-	(1,908,887)
Public Libraries	4,537,791	-	784,146	-	(3,753,645)	-	(3,753,645)
Social Services	2,130,016	23,032	2,562,539	-	455,555	-	455,555
Planning and Economic Development	3,595,719	171,354	1,420,265	-	(2,004,100)	-	(2,004,100)
Public Works	20,779,596	64,888	4,328,648	2,220,583	(14,165,477)	-	(14,165,477)
Education	190,554,814	963,442	66,260,025	703,387	(122,627,960)	-	(122,627,960)
Debt Service - Interest	1,518,864	-	440,920	-	(1,077,944)	-	(1,077,944)
Total Governmental Activities	360,508,392	11,938,800	79,783,709	3,075,673	(265,710,210)	-	(265,710,210)
BUSINESS-TYPE ACTIVITIES							
Sewer	14,804,339	19,756,246	-	4,463,698	-	9,415,605	9,415,605
Water	11,248,284	12,609,338	-	-	-	1,361,054	1,361,054
Total Business-Type Activities	26,052,623	32,365,584	-	4,463,698	-	10,776,659	10,776,659
Total	<u>\$ 386,561,015</u>	<u>\$ 44,304,384</u>	<u>\$ 79,783,709</u>	<u>\$ 7,539,371</u>	(265,710,210)	10,776,659	(254,933,551)
GENERAL REVENUES							
Property Taxes					235,679,054	-	235,679,054
Interest on Property Taxes					1,994,916	-	1,994,916
Tax Titles					72,366	-	72,366
State Aid and in Lieu of Taxes Not Restricted for a Specific Purpose					15,912,561	-	15,912,561
Hotels and Meals Tax					5,177,224	-	5,177,224
Airport Revenues					2,828,103	-	2,828,103
Real Estate Transfer Tax					1,859,750	-	1,859,750
Unrestricted Investment Earnings					135,250	395,446	530,696
Gain on Sale of Capital Assets					324,100	-	324,100
Miscellaneous					649,226	-	649,226
Total General Revenues					264,632,550	395,446	265,027,996
CHANGE IN NET POSITION					(1,077,660)	11,172,105	10,094,445
Net Position - Beginning of Year					(720,947,073)	162,004,674	(558,942,399)
NET POSITION - END OF YEAR					<u>\$ (722,024,733)</u>	<u>\$ 173,176,779</u>	<u>\$ (548,847,954)</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF WARWICK, RHODE ISLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

	General	School Unrestricted Fund	ARPA Fund	School Bonds Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 28,521,353	\$ 88,590	\$ -	\$ -	\$ 2,602,514	\$ 31,212,457
Cash Held by Fiscal Agent	-	-	-	-	4,965,014	4,965,014
Restricted Cash and Cash Equivalents	-	-	17,434,115	25,689,477	6,713,200	49,836,792
Receivables, Net of Allowance for Uncollectible Amounts:						
Real Estate and Personal Property Taxes	5,614,132	-	-	-	-	5,614,132
Intergovernmental	3,192,940	274,244	-	-	19,310,771	22,777,955
Loans Receivable	-	-	-	-	2,513,805	2,513,805
Leases	2,146,168	-	-	-	-	2,146,168
Departmental and Other	3,614,639	55,702	-	-	304,191	3,974,532
Due from Other Funds	11,216,952	14,120,024	-	-	7,120,725	32,457,701
Prepaid Items	66,271	-	-	-	-	66,271
Other Assets	-	-	-	-	178,300	178,300
Total Assets	<u>\$ 54,372,455</u>	<u>\$ 14,538,560</u>	<u>\$ 17,434,115</u>	<u>\$ 25,689,477</u>	<u>\$ 43,708,520</u>	<u>\$ 155,743,127</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable and Accrued Expenditures	\$ 1,641,414	\$ 2,284,446	\$ 454,022	\$ 5,559,245	\$ 1,448,407	\$ 11,387,534
Accrued Payroll and Related Liabilities	1,095,613	11,490,103	-	-	75,697	12,661,413
Due to State and Federal Governments	197,628	-	-	-	63	197,691
Due to Other Funds	7,365,858	705,299	4,671,915	2,390,428	17,084,013	32,217,513
Unearned Revenue	-	-	12,308,178	-	3,000	12,311,178
Other Liabilities	79,345	31,478	-	-	383,231	494,054
Total Liabilities	<u>10,379,858</u>	<u>14,511,326</u>	<u>17,434,115</u>	<u>7,949,673</u>	<u>18,994,411</u>	<u>69,269,383</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue	6,235,805	-	-	-	4,364,142	10,599,947
Leases	2,103,931	-	-	-	-	2,103,931
Taxes Collected in Advance	486,142	-	-	-	-	486,142
Total Deferred Inflows of Resources	<u>8,825,878</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,364,142</u>	<u>13,190,020</u>
FUND BALANCES						
Nonspendable	66,271	-	-	-	176,703	242,974
Restricted	-	-	-	17,739,804	21,245,640	38,985,444
Assigned	2,045,713	27,234	-	-	-	2,072,947
Unassigned	33,054,735	-	-	-	(1,072,376)	31,982,359
Total Fund Balances	<u>35,166,719</u>	<u>27,234</u>	<u>-</u>	<u>17,739,804</u>	<u>20,349,967</u>	<u>73,283,724</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 54,372,455</u>	<u>\$ 14,538,560</u>	<u>\$ 17,434,115</u>	<u>\$ 25,689,477</u>	<u>\$ 43,708,520</u>	<u>\$ 155,743,127</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
RECONCILIATION OF THE GOVERNMENTAL FUNDS TOTAL FUND
BALANCES TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total Governmental Fund Balances	\$ 73,283,724
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:	
Governmental Capital Assets	\$ 480,929,130
Accumulated Depreciation	<u>(332,384,053)</u>
	148,545,077
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as deferred inflows of resources in the governmental funds:	
	10,599,947
In the statement of net position, interest is accrued on outstanding long-term debt, whereas in the governmental funds interest is not reported until due	
	(612,040)
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.	
	15,470,288
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Bonds and Notes Payable	(83,621,163)
Unamortized Bond Issue Premium	(5,435,520)
Deferred Charges on Refunding	27,255
Compensated Absences	(12,637,720)
Retroactive Payroll Due in More than One Year	(933,947)
Net Pension Liability (Asset), Net of Deferred Outflows and Inflows	(444,982,445)
Net/Total OPEB Liability, Net of Deferred Outflows and Inflows	<u>(421,728,189)</u>
Net Position of Governmental Activities	<u>\$ (722,024,733)</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	General Fund	School Unrestricted Fund	ARPA Fund	School Bonds Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	\$ 237,078,081	\$ -	\$ -	\$ -	\$ -	\$ 237,078,081
Interest on Taxes	1,994,916	-	-	-	-	1,994,916
Real Estate Transfer Tax	1,859,750	-	-	-	-	1,859,750
Hotel and Meals Tax	5,177,224	-	-	-	-	5,177,224
Intergovernmental Revenue	19,167,097	40,777,228	7,182,724	703,387	23,381,865	91,212,301
Medicaid	-	1,463,287	-	-	-	1,463,287
State Contribution to Pension Plan	-	1,440,464	-	-	-	1,440,464
Airport Revenues	2,828,103	-	-	-	-	2,828,103
Charges for Services	9,054,038	840,372	-	-	1,193,275	11,087,685
Other	595,737	25,435	-	-	2,229,748	2,850,920
Investment Income	188,194	-	-	15,381	4,041	207,616
Contributions and Private Grants	-	-	-	-	935,058	935,058
Total Revenues	277,943,140	44,546,786	7,182,724	718,768	27,743,987	358,135,405
EXPENDITURES						
Executive and Administrative	6,674,134	-	-	-	91,447	6,765,581
Public Safety	49,972,190	-	-	-	3,556,773	53,528,963
Recreation	1,895,995	-	-	-	-	1,895,995
Public Libraries	3,030,142	-	-	-	169,798	3,199,940
Social Services	938,839	-	120,791	-	9,606	1,069,236
Planning and Economic Development	1,412,955	-	-	-	845,367	2,258,322
Public Works	12,386,604	-	4,328,648	-	2,893,922	19,609,174
Employee Benefits	64,118,310	-	-	-	-	64,118,310
Education	-	173,607,786	-	14,440,714	22,386,197	210,434,697
State Contribution to Pension Plan	-	1,440,464	-	-	-	1,440,464
Debt Service:						
Principal	7,051,531	-	-	-	-	7,051,531
Interest	2,020,240	-	-	-	-	2,020,240
Total Expenditures	149,500,940	175,048,250	4,449,439	14,440,714	29,953,110	373,392,453
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	128,442,200	(130,501,464)	2,733,285	(13,721,946)	(2,209,123)	(15,257,048)
OTHER FINANCING SOURCES (USES)						
Proceeds from Issuance of Bonds and Notes	-	-	-	23,830,000	-	23,830,000
Premiums on Issuance of Bonds and Notes	-	-	-	3,536,795	-	3,536,795
Proceeds from Direct Financing	-	-	-	-	6,500,000	6,500,000
Insurance Recoveries	189,376	-	-	-	-	189,376
Gain on Sale of Capital Assets	324,100	-	-	-	-	324,100
Transfers In	3,619,768	129,969,383	44,379	-	507,500	134,141,030
Transfer Out	(130,476,883)	-	(2,777,664)	-	(886,483)	(134,141,030)
Total Other Financing Sources (Uses)	(126,343,639)	129,969,383	(2,733,285)	27,366,795	6,121,017	34,380,271
NET CHANGE IN FUND BALANCES	2,098,561	(532,081)	-	13,644,849	3,911,894	19,123,223
Fund Balances - Beginning of Year	33,068,158	559,315	-	4,094,955	16,438,073	54,160,501
FUND BALANCES - END OF YEAR	<u>\$ 35,166,719</u>	<u>\$ 27,234</u>	<u>\$ -</u>	<u>\$ 17,739,804</u>	<u>\$ 20,349,967</u>	<u>\$ 73,283,724</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Net Change in Fund Balances - Total Governmental Funds \$ 19,123,223

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital Outlay	23,028,236
Depreciation Expense	(6,473,346)
Loss on Asset Disposal	(22,342)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	781,850
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In the statement of activities, interest is accrued on outstanding long-term debt, whereas in the governmental funds interest is not reported until due. This amount represents the net change in accrued interest payable	(73,726)
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The issuance of long-term debt (e.g., bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. These amounts represent the related activity of the current period.

Proceeds from Issuance of Bonds and Notes	(30,330,000)
Proceeds from Premiums on Bonds and Notes	(3,536,795)
Bond Maturities	7,051,531

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These amounts represent the net changes.

Amortization of Bond Premiums	587,142
Deferred Charges on Refunding	(12,042)
Compensated Absences	(927,431)
Retroactive Payroll	69,756
Net Pension Liability, Net	(2,615,632)
Total OPEB Liability, Net	(16,646,891)

Internal service funds are used by management to account for health insurance activities. The net activity of the internal service fund is reported with governmental activities.	8,918,807
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Change in Net Position of Governmental Activities	\$ (1,077,660)
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See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 17,065,172	\$ 18,822,805	\$ 35,887,977	\$ 644,321
Restricted Cash and Cash Equivalents	6,142,879	-	6,142,879	-
Accounts Receivable, Net:				
Water and Sewer User Fees	6,987,161	5,076,520	12,063,681	-
Sewer Assessments	2,847,822	-	2,847,822	-
Due from Federal and State Government	12,862,474	-	12,862,474	-
Leases	52,095	12,816	64,911	-
Due from Other Funds	686,257	-	686,257	1,803,121
Deposits with Agent	-	-	-	14,816,932
Inventory	-	92,864	92,864	-
Total Current Assets	46,643,860	24,005,005	70,648,865	17,264,374
Noncurrent Assets:				
Sewer Assessments	10,690,198	-	10,690,198	-
Leases	159,382	427,179	586,561	-
Nondepreciable Assets	7,700,529	1,417,560	9,118,089	-
Depreciable Capital Assets, Net	161,862,643	9,352,354	171,214,997	-
Total Noncurrent Assets	180,412,752	11,197,093	191,609,845	-
Total Assets	227,056,612	35,202,098	262,258,710	17,264,374
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charge on Refunding	41,469	-	41,469	-
Deferred Outflows - Related to OPEB	1,565,920	1,565,922	3,131,842	-
Deferred Outflows - Related to Pensions	1,431,711	1,431,711	2,863,422	-
Total Deferred Outflows of Resources	3,039,100	2,997,633	6,036,733	-
LIABILITIES				
Current Liabilities:				
Accounts Payable and Accrued Expenses	3,892,672	3,389,950	7,282,622	-
Accrued Payroll and Related Liabilities	73,785	52,019	125,804	-
Accrued Interest Payable	459,515	-	459,515	-
Due to Other Funds	-	2,729,566	2,729,566	-
Other Liabilities	182,541	-	182,541	-
Accrued Claims - IBNR	-	-	-	1,794,086
Net/Total OPEB Liability, Due Within One Year	232,182	232,182	464,364	-
Current Portion of Long-Term Bonds and Loans	9,108,773	-	9,108,773	-
Total Current Liabilities	13,949,468	6,403,717	20,353,185	1,794,086
Noncurrent Liabilities:				
Compensated Absences	171,192	165,567	336,759	-
Unearned Revenue	72,047	-	72,047	-
Net/Total OPEB Liability	6,294,330	6,294,330	12,588,660	-
Net Pension Liability	4,261,384	4,261,384	8,522,768	-
Long-Term Bonds and Loans	49,209,143	-	49,209,143	-
Total Noncurrent Liabilities	60,008,096	10,721,281	70,729,377	-
Total Liabilities	73,957,564	17,124,998	91,082,562	1,794,086
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows - Leases	238,355	430,300	668,655	-
Deferred Inflows - Related to OPEB	1,678,153	1,678,154	3,356,307	-
Deferred Inflows - Related to Pension	5,570	5,570	11,140	-
Total Deferred Inflows of Resources	1,922,078	2,114,024	4,036,102	-
FUND NET POSITION				
Net Investment in Capital Assets	120,967,702	10,769,914	131,737,616	-
Restricted for Debt Service	6,142,879	-	6,142,879	-
Unrestricted	27,105,489	8,190,795	35,296,284	15,470,288
Total Net Position	\$ 154,216,070	\$ 18,960,709	\$ 173,176,779	\$ 15,470,288

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Funds
OPERATING REVENUES				
User Charges	\$ 17,851,313	\$ 12,362,485	\$ 30,213,798	\$ -
Special Assessments (Including Abatements)	988,175	-	988,175	-
Employer/Employee Contributions	-	-	-	52,437,763
Other Revenues	916,758	246,853	1,163,611	374,288
Total Operating Revenues	19,756,246	12,609,338	32,365,584	52,812,051
OPERATING EXPENSES				
Contract Services	184,775	86,053	270,828	-
Salaries and Benefits	2,188,501	2,751,568	4,940,069	-
Materials and Supplies	936,132	10,689	946,821	-
Depreciation and Amortization	6,665,448	469,975	7,135,423	-
Operations	3,565,385	7,930,479	11,495,864	-
Claims and Premiums	-	-	-	43,893,478
Total Operating Expenses	13,540,241	11,248,764	24,789,005	43,893,478
OPERATING INCOME	6,216,005	1,360,574	7,576,579	8,918,573
NONOPERATING REVENUES (EXPENSES)				
Interest Income	225,349	170,097	395,446	234
Interest Expense	(1,264,098)	480	(1,263,618)	-
Total Nonoperating Revenues (Expenses)	(1,038,749)	170,577	(868,172)	234
INCOME BEFORE CAPITAL CONTRIBUTIONS	5,177,256	1,531,151	6,708,407	8,918,807
CAPITAL CONTRIBUTIONS				
Capital Contributions	4,463,698	-	4,463,698	-
Total Capital Contributions	4,463,698	-	4,463,698	-
CHANGE IN NET POSITION	9,640,954	1,531,151	11,172,105	8,918,807
Net Position - Beginning of Year	144,575,116	17,429,558	162,004,674	6,551,481
NET POSITION - END OF YEAR	<u>\$ 154,216,070</u>	<u>\$ 18,960,709</u>	<u>\$ 173,176,779</u>	<u>\$ 15,470,288</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental Activities
				Internal Service Funds
	Sewer Fund	Water Fund	Total	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 21,264,446	\$ 11,199,775	\$ 32,464,221	\$ -
Payments to Suppliers	(5,194,946)	(5,923,748)	(11,118,694)	-
Payments to Employees	(3,577,160)	(2,890,722)	(6,467,882)	-
Receipts from Employer/Employee Contributions	-	-	-	52,437,763
Receipts from Other Operating Services	916,758	246,853	1,163,611	374,288
Payments for Claims	-	-	-	(45,084,857)
Net Cash Provided by Operating Activities	13,409,098	2,632,158	16,041,256	7,727,194
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Deposits with Agent	-	-	-	(7,727,194)
Interfund Borrowings (Payments), Net	(410,837)	273,369	(137,468)	-
Transfers To Other Funds	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	(410,837)	273,369	(137,468)	(7,727,194)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Additions to Property, Plant, and Equipment	(1,612,903)	(1,636,126)	(3,249,029)	-
Cash Received from Lessees	26,878	-	26,878	-
Interest Received on Leases Receivable	900	4,360	5,260	-
Proceeds from Bonds and Loans	1,516,166	-	1,516,166	-
Principal Paid on Bonds and Loans	(8,543,500)	(42,676)	(8,586,176)	-
Interest Paid on Bonds and Loans	(1,365,573)	(854)	(1,366,427)	-
Net Cash Used by Capital and Related Financing Activities	(9,978,032)	(1,675,296)	(11,653,328)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	224,449	165,737	390,186	234
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,244,678	1,395,968	4,640,646	234
Cash and Cash Equivalents - Beginning of Year	19,963,373	17,426,837	37,390,210	644,087
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 23,208,051</u>	<u>\$ 18,822,805</u>	<u>\$ 42,030,856</u>	<u>\$ 644,321</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Sewer Fund	Water Fund	Total	Internal Service Funds
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating Income	\$ 6,216,005	\$ 1,360,574	\$ 7,576,579	\$ 8,918,573
Adjustments to Reconcile Operating Income to Net Cash				
Provided by Operating Activities:				
Depreciation and Amortization	6,665,448	469,975	7,135,423	-
Change in Total OPEB Liability	(1,922,815)	(928,777)	(2,851,592)	-
Change in Net Pension Liability	2,752,195	2,929,747	5,681,942	-
Change in Deferred Outflows - Pension and OPEB	(2,097,271)	(2,203,198)	(4,300,469)	-
Change in Deferred Inflows - Pension and OPEB	(155,320)	61,039	(94,281)	-
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	542,995	(1,162,710)	(619,715)	-
(Increase) Decrease in Sewer Assessments	1,881,963	-	1,881,963	-
Increase (Decrease) in Accounts Payable and Accrued Expenses	(508,654)	2,103,473	1,594,819	(1,191,379)
Increase (Decrease) in Accounts Payroll	10,973	10,325	21,298	-
Increase (Decrease) in Compensated Absences	23,579	(8,290)	15,289	-
Net Cash Provided by Operating Activities	<u>\$ 13,409,098</u>	<u>\$ 2,632,158</u>	<u>\$ 16,041,256</u>	<u>\$ 7,727,194</u>
SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES				
Contributions of Capital Assets	<u>\$ 4,463,698</u>	<u>\$ -</u>	<u>\$ 4,463,698</u>	<u>\$ -</u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2022

	Pension and OPEB Trust Funds	Custodial Funds
ASSETS		
Cash	\$ 9,146,558	\$ 15,872
Investments:		
Mutual Funds	332,272,456	-
Equity Investments	78,830,968	-
Index Funds	128,809,836	-
Fixed Income Securities	45,517,554	-
Group Annuity Contracts	4,019,028	-
Accrued Interest Receivable	2,679	-
Total Assets	<u>598,599,079</u>	<u>15,872</u>
LIABILITIES		
Accounts Payable and Accrued Expenses	<u>485,605</u>	<u>-</u>
Total Liabilities	<u>485,605</u>	<u>-</u>
NET POSITION		
Restricted for:		
Pensions	597,890,637	-
Other Postemployment Benefits	222,837	
Individuals, Organizations and Other Governments	-	15,872
Total Net Position	<u><u>\$ 598,113,474</u></u>	<u><u>\$ 15,872</u></u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2022

	Pension and OPEB Trust Funds	Custodial Funds
ADDITIONS		
Contributions:		
Employer	\$ 51,520,586	\$ -
Plan Members	7,585,708	-
Total Contributions	<u>59,106,294</u>	<u>-</u>
Investment Income (Loss):		
Investment Income (Loss)	(102,288,978)	-
Less: Investment Expense	(1,304,836)	-
Net Investment Income (Loss)	<u>(103,593,814)</u>	<u>-</u>
Total Additions	(44,487,520)	-
DEDUCTIONS		
Benefits	70,168,158	-
Administrative Expense	848,893	-
Total Deductions	<u>71,017,051</u>	<u>-</u>
CHANGE IN NET POSITION	(115,504,571)	-
Net Position - Beginning of Year	<u>713,618,045</u>	<u>15,872</u>
NET POSITION - END OF YEAR	<u><u>\$ 598,113,474</u></u>	<u><u>\$ 15,872</u></u>

See accompanying Notes to Basic Financial Statements.

CITY OF WARWICK, RHODE ISLAND
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2022

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	\$ 11,387,534	\$ 7,282,622	\$ 18,670,156
Accrued Payroll and Related Liabilities	12,661,413	125,804	12,787,217
Accrued Interest Payable	612,040	459,515	1,071,555
Other Liabilities	494,054	182,541	676,595
Due to Federal and State Government	197,691	-	197,691
Compensated Absences	2,527,544	-	2,527,544
Accrued Claims - IBNR	1,794,086	-	1,794,086
Net/Total OPEB Liability, Due Within One Year	13,664,795	464,364	14,129,159
Current Portion of Long-Term Debt	7,529,717	9,108,773	16,638,490
Total Current Liabilities	<u>50,868,874</u>	<u>17,623,619</u>	<u>68,492,493</u>
Noncurrent Liabilities:			
Compensated Absences	10,110,176	336,759	10,446,935
Unearned Revenues	12,311,178	72,047	12,383,225
Retroactive Payroll Liability	933,947	-	933,947
Long-Term Debt	81,526,966	49,209,143	130,736,109
Net/Total OPEB Liability	398,133,290	12,588,660	410,721,950
Net Pension Liability	517,842,473	8,522,768	526,365,241
Total Noncurrent Liabilities	<u>1,020,858,030</u>	<u>70,729,377</u>	<u>1,091,587,407</u>
Total Liabilities	1,071,726,904	88,352,996	1,160,079,900
DEFERRED INFLOWS OF RESOURCES			
Advance Collections - Taxes	486,142	-	486,142
Deferred Inflows - Leases	2,103,931	668,655	2,772,586
Deferred Inflows - Related to OPEB	111,692,745	3,356,307	115,049,052
Deferred Inflows - Related to Pensions	37,505,602	11,140	37,516,742
Total Deferred Inflows of Resources	<u>151,788,420</u>	<u>4,036,102</u>	<u>155,824,522</u>
NET POSITION			
Net Investment in Capital Assets	84,114,801	131,737,616	215,852,417
Restricted for:			
Debt Service	5,711,552	6,142,879	11,854,431
Loans	2,800,624	-	2,800,624
Education	2,416,847	-	2,416,847
Other Purposes	3,406,643	-	3,406,643
Unrestricted	(820,475,200)	35,296,284	(785,178,916)
Total Net Position	<u>\$ (722,024,733)</u>	<u>\$ 173,176,779</u>	<u>\$ (548,847,954)</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Warwick, Rhode Island (the City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the recognized standard-setting body for establishing governmental accounting and financial reporting principles. A description of the reporting entity and significant accounting policies are described herein.

A. Reporting Entity

The City was established in 1642 and incorporated in 1931. In some matters, including the issuance of short and long-term debt, the City is governed by the general laws of the state of Rhode Island. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police, fire, and inspections), public works (sanitation, highways and streets, engineering, and building maintenance), education, parks and recreation, social services, and general administrative services.

For financial reporting purposes, the basic financial statements include all funds, organizations, agencies, boards, commissions and institutions that are not legally separate from the City.

The City has also considered all potential component units for which it is financially accountable as well as other organizations for which the nature and/or significance of their relationship with the City are such that exclusion would cause the basic financial statements to be misleading or incomplete. As required by GAAP, these basic financial statements present the City (primary government) and its component units.

The City has included six entities as component units in the reporting entity, because of the significance of its operational and/or financial relationship.

Fiduciary Fund Component Units

- (1) The City Employees' Pension Trust Fund was established to provide retirement benefits to City employees not covered by other plans and their beneficiaries. The Board is comprised of 11 members consisting of the City's Finance Director, Personnel Director, Municipal Union President, Chairperson of the City Finance Committee, one Union Employee, one Nonunion Employee, one Municipal Retiree, and four Members of the Public. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (2) The Police I and Fire Pension Trust Fund was established to provide retirement benefits to all City Police Officers that were appointed before February 1, 1971, and all permanent members of the City's Fire Department appointed before May 29, 1992. The plan is closed to new members. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

- (3) The Police II Pension Trust Fund was established to provide retirement benefits to all City Police Officers that were appointed after February 1, 1971. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (4) The Fire II Pension Trust Fund was established to provide retirement benefits to all City fire fighters that were appointed after May 29, 1992. The Board is comprised on the Board of Public Safety of the City. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (5) The Warwick Public School Employees' Pension Trust Fund was established to provide retirement benefits to all Warwick Public School employees except for teachers. There are two committees that oversee the administration of this plan. The Executive Administration Board is comprised of the School's Chief Budget Officer, the Director of Human Resources, and the Warwick Independent Employees' Union President. The Executive Administration Board delegates investment responsibilities to the Pension Investment Administration Committee, which is comprised of two Warwick Public School Administrative Employees, the Chief Budget Officer, the Controller, and two Warwick Independent Employees' Union Representatives, who are appointed by the Union leadership. The pension plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.
- (6) The City of Warwick OPEB Trust Fund was established to provide postretirement health care benefits to certain employees groups of the City and their beneficiaries. The City Treasurer is responsible for the administration of the plan. The OPEB plan is presented using the accrual basis of accounting and is reported as a Pension Trust Fund in the fiduciary fund financial statements.

B. Implementation of New Accounting Principles

For the year ended June 30, 2022, the City implemented GASB Statement No. 87, *Leases*. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The City adopted the requirements of the guidance effective July 1, 2021, and has applied the provisions of this standard to the beginning of the period.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (statement of net position and the statement of activities) report information on all nonfiduciary activities of the primary government and its component units. *Governmental Activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *Business-Type Activities*, which are primarily supported by user fees.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and displayed in a single column.

Internal service funds and fiduciary funds are reported by fund type.

D. Measurement Focus, Basis of Accounting and Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded when the liabilities are incurred. Real estate and personal property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The statement of activities demonstrates the degree to which the direct expenses of a function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include the following:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment.
- Grants and contributions which are restricted to meeting the operational requirements of a specific function or segment.
- Grants and contributions which are restricted to meeting the capital requirements of a specific function or segment.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

Taxes and other items not identifiable as program revenues are reported as general revenues.

Except for charges between the general fund and enterprise funds, the effect of interfund activity has been eliminated from the government-wide financial statements. Elimination of these charges would distort the direct costs and program revenues reported for the functions affected.

Fund Financial Statements

Governmental funds financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims and judgments which are recognized when the obligations are expected to be liquidated with current expendable available resources.

Real estate and personal property tax revenues are considered available if they are collected within 60 days after the end of the fiscal year. Investment income is susceptible to accrual. Other receipts become measurable and available when the cash is received and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria is met. Expenditure driven grants recognize revenue when the qualifying expenditures are incurred and all other grant requirements are met.

The following major governmental funds are reported:

The *General Fund* is the City's primary operating fund and is used to account for all activities except those legally or administratively required to be accounted for in other funds.

The *School Unrestricted Fund* is a special revenue fund used to account for the School Department's general operations.

The *ARPA Fund* is a special revenue fund used to account for the American Rescue Plan Act (ARPA) funding received by the City.

The *School Bonds Fund* is a capital project fund used to account for the school capital projects.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The nonmajor governmental funds consist of special revenue, capital projects, debt service and permanent funds that are aggregated and presented in the *nonmajor governmental funds* column on the governmental funds financial statements. The following describes the general use of these fund types:

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

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Proprietary funds financial statements are reported using the flow of economic resources measurement focus and use the accrual basis of accounting, whereby revenues are recorded when earned and expenses are recorded when the liabilities are incurred.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The following proprietary funds are reported:

The *Sewer Enterprise Fund* is reported as a major fund and is used to account for sewer activities, including the special assessments related to the construction of the sewer system.

The *Water Enterprise Fund* is reported as a major fund and is used to account for water activities.

In addition, the following proprietary fund type is reported:

The *Internal Service Fund* is used to account for risk financing activities related to health and workers' compensation insurance.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Fiduciary funds financial statements are reported using the flow of economic resources measurement focus and use the accrual basis of accounting. Fiduciary funds are used to account for assets held in a trustee capacity for others that cannot be used to support the government's programs.

The following fiduciary fund types are reported:

The *Pension and OPEB Trust Funds* account for the funding and payment of pension benefits provided to police officers, fire fighters and municipal and school employees, and OPEB benefits provided to police officers, fire fighters and municipal employees.

The *Custodial Fund* account for assets held by the City in a custodial capacity.

E. Cash and Cash Equivalents

Cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturity of three months or less from the date of acquisition. Substantially, all of the City's cash and cash equivalents are held in public institutions. Pursuant to Section 35-10-1 of the Rhode Island General Laws, as of October 1, 1991, public institutions are required to insure accounts which hold public funds in excess of the \$250,000 which is guaranteed by the Federal Deposit Insurance Corporation (FDIC). At times, the City pools cash resources of its various funds to facilitate the management of cash and maximize investment returns.

F. Investments

Investments are reported at fair value and contract value, as further discussed in Note 4.

G. Accounts Receivable and Revenue

The recognition of revenue related to accounts receivable reported in the government-wide, proprietary funds, and fiduciary funds financial statements are reported under the accrual basis of accounting. The recognition of revenue related to accounts receivable reported in the governmental funds financial statements is reported under the modified accrual basis of accounting.

Property Taxes

Real and personal property taxes are based on values assessed as of each December 31 (lien date) and attach as an enforceable lien on property as of July 1 (levy date). Taxes are due in equal quarterly installments on July 15, October 15, January 15, and April 15 annually. Taxes due and unpaid after the respective due dates are subject to interest at the rate of 12% per annum, calculated on the unpaid portion of the total tax. An automatic lien is placed on the taxpayer's property if payment has not been received by the tax due date. Property taxes levied are recorded as receivables in the fiscal year of the levy.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Accounts Receivable and Revenue (Continued)

Water and Sewer

Water and sewer charges are billed quarterly based on individual meter readings and are subject to penalties and interest if they are not paid by the respective due date. Water and sewer charges are recorded as receivables when billed and are recorded under the accrual basis of accounting. The estimated value of unbilled amounts at year-end has been included in the accompanying financial statements.

Sewer Assessments

Sewer assessments are levied as needed based on the costs of construction related to the sewer system. Residents have the option of paying their respective share of the betterment in full or over a period of up to 30 years and are subject to penalties and interest if they are not paid by the respective due dates. Sewer betterments are recorded as receivables in the fiscal year of the levy and are recorded under the accrual basis of accounting.

Intergovernmental

Various state and federal operating and capital grants are applied for and received annually. For all grants, revenue is recognized as soon as all eligibility requirements imposed by the provider have been met. Intergovernmental receivables are considered 100% collectible.

Loans Receivable

The City administers various loan programs related to housing assistance to residents and capital needs assistance for small businesses. Loans are recorded as receivables upon issuance.

Leases

The City's leases certain assets for various terms under long-term, noncancellable lease agreements.

Other

Other receivables consist primarily of charges for rescue service fees and are recorded as receivables when services are provided.

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

H. Leases

Lessor

The City determines if an arrangement is a lease at inception. Leases are included in lease receivables and deferred inflows of resources in the statements of net position and fund financial statements.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Leases (Continued)

Lessor (Continued)

Lease receivables represent the City's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term.

Amounts to be received under residual value guarantees that are not fixed in substance are recognized as a receivable and an inflow of resources if (a) a guarantee payment is required and (b) the amount can be reasonably estimated. Amounts received for the exercise price of a purchase option or penalty for lease termination are recognized as a receivable and an inflow of resources when those options are exercised.

The City recognizes payments received for short-term leases with a lease term of 12 months or less as revenue as the payments are received. These leases are not included as lease receivables or deferred inflows on the statements of net position and fund financial statements.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the City has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

The City accounts for contracts containing both lease and nonlease components as separate contracts when possible. In cases where the contract does not provide separate price information for lease and nonlease components, and it is impractical to estimate the price of such components, the City treats the components as a single lease unit.

I. Inventory

Inventories are maintained on a periodic system and are stated at cost (first in, first out method of inventory valuation). Inventory consists primarily of materials and supplies. Inventory maintained in governmental funds is recorded as expenditures at the time of purchase.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column of the government-wide financial statements. Capital assets are also reported in the enterprise (proprietary) funds financial statements. Capital assets acquired in the governmental funds are recorded as expenditures in the acquiring fund in the fiscal year of the purchase.

Capital assets are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated acquisition value at the date of donation.

All purchases and construction costs in excess of \$10,000 are capitalized at the date of acquisition or construction, respectively, with expected useful lives of greater than one year.

Capital assets (excluding land and construction in progress) are depreciated on a straight-line basis. The estimated useful lives of capital assets are as follows:

Land Improvements	20 Years
Buildings	50 Years
Roads and Resurfacing	20 Years
Bridges	50 Years
Traffic Signals	10 Years
Main Extensions	75 Years
Pumping Stations and Hydrants	50 Years
Wastewater Collection System	50-75 Years
Meters	20-40 Years
Distribution Lines	65 Years
Machinery, Equipment, and Furniture	5-30 Years
Vehicles	5-8 Years

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized and are treated as expenses when incurred. Improvements are capitalized.

K. Unearned Revenue

Unearned revenue is presented in the governmental-wide statement of net position and governmental funds balance sheet and represents federal grants received by the City in advance of meeting eligibility requirements for revenue recognition.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Deferred Outflows/Inflows of Resources

Deferred Outflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources (expense) until then.

Deferred outflows of resources related to refunding transactions, pensions and OPEB are reported in the government-wide and proprietary funds statements of net position.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time.

Deferred inflows of resources related to pensions and OPEB are reported in the government-wide and proprietary funds statements of net position.

Deferred inflows of resources are also reported for taxes collected in advance and leases in the governmental funds and government-wide statement of net position.

Unavailable revenue is reported in the governmental funds balance sheet. Unavailable revenue represents billed receivables that do not meet the availability criterion in accordance with the current financial resources measurement focus and the modified accrual basis of accounting.

M. Interfund Transactions

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

Reciprocal Interfund Activities

Interfund advances are reported as interfund receivables in the lending fund and interfund payables in borrower funds (due from/due to).

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Interfund Transactions (Continued)

Nonreciprocal Interfund Activities

Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenues and expenses.

Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.

Interfund transactions are accounted for as expenditures/expenses when they constitute reimbursements from one fund to another. These transactions are accounted for as expenditures/expenses in the reimbursing fund and are recorded as reductions of expenditures/expenses in the fund receiving the reimbursement. All other interfund transactions are reported as transfers.

N. Long-Term Debt

Long-term debt is reported as liabilities in the government-wide and proprietary funds statements of net position. Material bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

The face amount of governmental funds long-term debt is reported as other financing sources when the debt is issued. Bond premiums and discounts, as well as issuance costs, are recognized in the current period. Bond premiums are reported as other financing sources and bond discounts are reported as other financing uses.

O. Self-Insurance

The City and School's self-insurance costs for workers' compensation liabilities are accounted for in the City's internal service funds. In addition, the School's self-insurance costs related to health insurance are also accounted for in the internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when incurred.

P. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are reported as restricted, committed or assigned, and should not result in separate display of the encumbered amount within those classifications. Encumbrances do not constitute expenditures or liabilities under generally accepted accounting principles.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Net Position and Fund Balances

Government-Wide Financial Statements and Proprietary Funds Financial Statements (Net Position)

Net position is classified and displayed in three components:

Net Investment in Capital Assets – consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bond, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position – Consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, laws/regulations of other governments, law through constitutional provisions or enabling legislation.

Unrestricted Net Position – All remaining net position that does not meet the definition of “restricted” or “net investment in capital assets”.

Governmental Funds Financial Statements (Fund Balances)

The following fund balance classifications describe the relative strength of the spending constraints:

Nonspendable – Includes the amount of fund balances that cannot be spent because it is either not in spendable form or legally or contractually required to be maintained intact.

Restricted – Includes amounts that are restricted to specific purposes. Fund balance is reported as restricted when constraints placed in the use of resources are either externally imposed by creditors, grantors, contributors, or lawGovers or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Includes amounts that can be used only for the specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The City Council is the highest level of decision-making authority and utilizes City Ordinances as a formal procedure to commit fund balance. In addition, the passage of the budget by the taxpayers at the annual financial City meeting is considered the commitment of funds for the line items included in the fiscal budget.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Net Position and Fund Balances

Governmental Funds Financial Statements (Fund Balances) (Continued)

Assigned Fund Balance – Includes amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The intent should be expressed by the governing-body itself or a body (a budget or finance committee) or official to which the governing-body has delegated the authority to assign amounts to be used for specific purposes. The Mayor through the City Council has the authority to assign fund balance. Fund balance assigned by the Finance Director is documented through issuance of a memorandum.

Unassigned Fund Balance – Is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The unassigned fund balance may also include negative balances for any governmental funds if the expenditures exceed amounts restricted, committed, or assigned for specific purposes.

In circumstances when an expenditure is made for a purpose for which amounts are available for multiple fund balances classifications, fund balance is depleted in the order of restricted, committed, assigned and unassigned.

R. Claims and Judgments

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

S. Compensated Absences

Under the terms of various contracts and agreements, City employees are granted vacation, sick, and personal leave in varying amounts based on length of service and bargaining unit. Unused vacation leave is paid upon an employee's termination. Up to one-half of unused sick leave is paid upon termination, retirement, or death depending on bargaining unit. Severance pay and personal days are also paid to terminating employees depending on bargaining unit. The liability is calculated at the rate of pay in effect at June 30, 2022.

Government-Wide and Proprietary Fund Financial Statements

Compensated absences are reported as liabilities and expenses as incurred.

Governmental Fund Financial Statements

Compensated absences, which will be liquidated with expendable available financial resources, are reported as expenditures and fund liabilities upon employee retirement or resignation.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

T. Pensions

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

U. Total Other Postemployment Benefits other than Pensions (OPEB) Liability

The total OPEB liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service. The total OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year and no later than the end of the current fiscal year, consistently applied from period to period.

V. 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.

W. Reclassifications

Certain prior year amounts have been reclassified in the notes to the basic financial statements for consistency with the current year presentation.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Data and Budgetary Compliance

In accordance with the Warwick City charter, the City has formally established budgetary accounting control for the General Fund and the School Unrestricted Fund, which is a Special Revenue Fund. The General Fund is subject to an annual operating budget submitted and recommended by the City Mayor and adopted by the City Council. The City Council must hold a public hearing on the budget prior to adoption and may make changes to the budget. The General Fund Budget must be adopted no later than June 15. Should the City Council take no formal action on or prior to such day, the budget as submitted by the Mayor, shall be deemed to have been finally adopted by the City Council. The School Unrestricted Fund is subject to an annual operating budget provisionally approved by the School Committee, forwarded to the Mayor, for his review and possible amendment, with final adoption by the City Council. The annual operating budgets; appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. The City's General Fund and School Unrestricted Fund annual operating budgets are in conformance with the legally enacted budgetary basis, which is not in conformance with accounting principles generally accepted in the United States of America. The accompanying budgetary comparison schedules are reflected on the budgetary basis. The difference between the budgetary basis and the accounting principles generally accepted in the United States of America basis is explained below.

The City of Warwick makes use of an encumbrance system. Encumbrances are commitments related to unperformed contracts for goods and services. When a purchase order or commitment is placed, the City reduces the amount of the budgetary authority remaining in a budget category and records an encumbrance. When goods or services are received, the encumbrance balance is reduced and an expenditure and liability is recorded. The City's outstanding encumbrances at year-end are carried forward as a component of committed fund balance.

Appropriations in addition to those contained in the annual operating budgets, except for the purpose of meeting a public emergency, are made upon the recommendation of the City Mayor and by a resolution adopted by the favorable votes of at least five members of the council. Amendments to the operating budgets that do not result in additional appropriations may be made within departments by means of a transfer. The Director of Finance, subject to approval of the Mayor, may at any time transfer any unencumbered appropriation balance or portion thereof between general classifications of expenditures within an office, department, or agency. At the request of the Mayor and within the last three months of the fiscal year, the Council may by resolution transfer any unencumbered appropriation balance or portion thereof from one office, department, or agency to another. The level at which General Fund expenditures may not legally exceed appropriations is at the department level. The Schools Unrestricted Fund, a Special Revenue Fund, does not have a legal level of control over expenditures, except that total expenditures may not exceed available revenues. Appropriations which are not expended or encumbered lapse at year-end.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Excess of Expenditures over Appropriations

For the year ended June 30, 2022, expenditures exceeded appropriations in the following categories:

Public Safety	\$ 1,682,191
Public Library	48,338

C. Fund Deficits

At June 30, 2022, the City reported deficit fund balances for the following funds:

Nonmajor Governmental Funds:	
FEMA COVID	\$ 626,136
Technology Self Insurance	232,362
Police JAG Grant	81,129
Johnny Rockets	54,965
Homeless Child/Youth	53,957
Workforce Partnership of Greater RI	7,243
Assistance to Firefighters Grant	9,987
Fresh Fruit/Veg Program	3,997
Learning Champions	1,076
Champlin Winman	977
Feinstein Holliman	525
Library Services	22
Total Nonmajor Governmental Funds	<u>\$ 1,072,376</u>

The fund deficits will be eliminated by future borrowings, grant funding, private contributions, and fund transfers.

NOTE 3 CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Deposits

Substantially, all of the City's cash and cash equivalents are held in public deposit institutions. Pursuant to Section 35-10-1 of the Rhode Island General Laws, as of October 1, 1991, public deposit institutions are required to insure accounts that hold public funds in excess of the \$250,000 that is guaranteed by FDIC. At times, the City pools cash resources of its various funds to facilitate the management of cash and maximize investment returns.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 CASH DEPOSITS WITH FINANCIAL INSTITUTIONS (CONTINUED)

B. Deposit Custodial Credit Risk

Custodial credit risk in the case of deposits is the risk that in the event of a bank failure, the City's deposits may not be returned. The state of Rhode Island requires that certain uninsured deposits be collateralized. Section 35-10.1-7 of the General Laws of the state of Rhode Island, dealing with the collateralization of public deposits, requires that all time deposits with maturities of greater than 60 days and all deposits in institutions that do not meet the minimum capital requirements of its federal regulator must be collateralized. The City does not have a formal deposit policy for custodial credit risk but is governed by state laws as described above.

As of June 30, 2022, the City's entire bank balance of \$89,991,832 was covered by either FDIC insurance or collateral held in the City's name.

C. Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. As of June 30, 2022, cash equivalents amounted to \$47,738,599. The cash equivalents consisted of money market type mutual funds held at banking institutions and were not rated.

NOTE 4 INVESTMENTS

The City invests in various types of investments, which are stated at fair value, except for participating interest earning investment contracts, which are recorded at contract value. By Charter the Finance Director and Treasurer have the authority to make investments subject to rules and regulations that the City Council may prescribe by ordinance. The Finance Director shall have the authority to purchase and invest prudently in the following investments for funds other than pension funds:

- Obligations of the U.S. Government, and its agencies and instrumentalities.
- Certificates of deposit and other evidence of deposit at banks, credit unions, and savings and loan associations with offices in the state.
- Bankers' acceptance of banks with offices in the state.
- Commercial paper of banks with offices in the state.
- Repurchase agreements whose underlying collateral consists of U.S. Government agency securities and U.S. Government sponsored corporations, plus the above, and which are offered by banks with offices in the state.
- Money market funds whose portfolios consist of the above instruments, and any other investments specifically approved by the City council.
- No-load open-end diversified management investment companies incorporated under Rhode Island General Laws designed exclusively for all state government entities, agencies, and instrumentalities.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 INVESTMENTS (CONTINUED)

For details on the various pension plans' investment policies and target asset allocations, see Note 13.

Interest Rate Risk

This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The City has no investments that are subject to interest rate risk.

Credit Risk

Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by nationally recognized statistical rating organization. U.S. Government securities or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk exposure. The City has no formal investment policy that limits investment choices for its pension funds.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City does not have a formal investment policy that limits the amount that can be invested with one issuer. At June 30, 2022, the City is not exposed to concentration risk.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of financial institution failure, the City's investments may not be returned. The City does not have a policy related to custodial credit risk. The City does not believe that it has significant custodial credit risk as substantially all investments securities are registered and held in the name of the City.

The following is a schedule of the City's Investments by classification:

	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1 - 10	More Than 10
Debt Securities:				
Fixed Income Securities	\$ 45,517,554	\$ 11,103,276	\$ 23,837,417	\$ 10,576,861
Equity Investments	78,830,968			
Mutual Funds	332,272,456			
Index Funds	128,809,836			
Group Annuity Contracts	4,019,028			
Total Investments	<u>\$ 589,449,842</u>			

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 INVESTMENTS (CONTINUED)

Custodial Credit Risk (Continued)

Presented below is the ratings of the City's fixed income securities:

<u>Average Rating</u>	<u>Fixed Income Securities</u>
AAA	\$ 2,792,616
AA+/AA/AA-	2,129,729
A+/A/A-	7,291,863
BBB+/BBB/BBB-	9,079,748
BB+/BB/BB-	314,622
Unrated	23,908,976
Total	<u><u>\$ 45,517,554</u></u>

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The City has the following recurring fair value measurements as of June 30, 2022:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Fixed Income Securities	\$ 45,517,554	\$ -	\$ 45,517,554	\$ -
Equity Investments	78,830,968	78,830,968	-	-
Mutual Funds	332,272,456	332,272,456	-	-
Index Funds	128,809,836	128,809,836	-	-
Total Investments at Fair Value	585,430,814	<u><u>\$ 539,913,260</u></u>	<u><u>\$ 45,517,554</u></u>	<u><u>\$ -</u></u>

Investments at Contract Value:

Group Annuity Contracts	4,019,028
Total Investments	<u><u>\$ 589,449,842</u></u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY LEGAL DEBT MARGIN

Legal Debt Margin

The City's legal debt margin as set forth by the State Statute is limited to 3% of total taxable assessed value, which approximates \$319,684,842. As of June 30, 2022, the City's debt applicable to the debt limitation is under the debt limit by \$243,954,170. All other City debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

NOTE 6 PROPERTY TAXES

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

Net property taxes levied for the fiscal year 2022 were based on a gross assessed value of \$11,189,200,999 less exemptions of \$533,039,583 for a net assessed valuation of \$10,656,161,416 at December 31, 2020 and amounted to a levy of \$240,570,704. After abatements and adjustments, the net levy amounted to \$237,731,457. Collections through June 30, 2022 amounted to approximately \$231,715,365, which represents approximately 97.5% of the adjusted tax levy.

The City recognizes property tax revenues in accordance with Section P70, "Property Taxes" of the *Codification of Governmental Accounting and Financial Reporting Standards* on the fund statements. Unpaid property taxes as of June 30, 2022 amount to \$21,021,444 and are recorded as a receivable, net of an allowance for uncollectible property taxes of \$15,407,312.

Those net property taxes receivable, which were not collected within the 60 days immediately following June 30, 2022 are recorded as unavailable and amounted to \$4,105,608. Property taxes recognized as revenue on the fund statements for the fiscal year ended June 30, 2022 (due to their collection within the 60 days immediately following June 30, 2022) amounted to \$1,508,524. Taxes are due in equal quarterly installments on July 15, October 15, January 15, and April 15 during fiscal year.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 RECEIVABLES

Below are the detail receivables as of year-end for each major fund and the aggregate remaining funds, including the applicable allowances for uncollectible accounts:

	General	School Restricted Fund	Sewer Fund	Water Fund	Nonmajor and Other Funds	Total
Receivables:						
Property Taxes	\$ 21,021,444	\$ -	\$ -	\$ -	\$ -	\$ 21,021,444
User Fees	-	-	7,209,379	5,233,392	-	12,442,771
Sewer Assessments	-	-	16,006,859	-	-	16,006,859
Intergovernmental	3,192,940	274,244	12,862,474	-	19,310,771	35,640,429
Loans Receivable	-	-	-	-	2,513,805	2,513,805
Leases	2,146,168	-	211,477	439,995	-	2,797,640
Other Receivable	3,705,807	55,702	-	-	304,191	4,065,700
Gross Receivables	30,066,359	329,946	36,290,189	5,673,387	22,128,767	94,488,648
Less: Allowance for Uncollectibles	(15,498,480)	-	(2,691,057)	(156,872)	-	(18,346,409)
Net Total Receivables	<u>\$ 14,567,879</u>	<u>\$ 329,946</u>	<u>\$ 33,599,132</u>	<u>\$ 5,516,515</u>	<u>\$ 22,128,767</u>	<u>\$ 76,142,239</u>

NOTE 8 CAPITAL ASSETS

Capital asset activity for governmental funds for the fiscal year ended June 30, 2022 was as follows:

<u>Governmental Activities</u>	Balance - June 30, 2021	Increases	Decreases	Balance - June 30, 2022
Capital Assets Not Being Depreciated:				
Land	\$ 18,693,825	\$ -	\$ -	\$ 18,693,825
Construction in Progress	2,710,475	17,607,631	(1,970,669)	18,347,437
Artwork	62,950	-	-	62,950
Subtotal	<u>21,467,250</u>	<u>17,607,631</u>	<u>(1,970,669)</u>	<u>37,104,212</u>
Capital Assets Being Depreciated:				
Land Improvements	11,082,066	-	-	11,082,066
Buildings	159,786,034	2,089,007	-	161,875,041
Infrastructure	211,076,314	1,592,167	-	212,668,481
Machinery and Equipment	21,509,730	96,358	-	21,606,088
Motor Vehicles	33,110,302	3,613,742	(130,802)	36,593,242
Subtotal	<u>436,564,446</u>	<u>7,391,274</u>	<u>(130,802)</u>	<u>443,824,918</u>
Less Accumulated Depreciated For:				
Land Improvements	10,320,483	143,542	-	10,464,025
Buildings	80,219,390	3,225,571	-	83,444,961
Infrastructure	186,785,240	1,186,030	-	187,971,270
Machinery and Equipment	20,890,152	187,267	-	21,077,419
Motor Vehicles	27,803,902	1,730,936	(108,460)	29,426,378
Subtotal	<u>326,019,167</u>	<u>6,473,346</u>	<u>(108,460)</u>	<u>332,384,053</u>
Capital Assets Being Depreciated, Net	<u>110,545,279</u>	<u>917,928</u>	<u>(22,342)</u>	<u>111,440,865</u>
Governmental Capital Assets, Net	<u>\$ 132,012,529</u>	<u>\$ 18,525,559</u>	<u>\$ (1,993,011)</u>	<u>\$ 148,545,077</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 CAPITAL ASSETS (CONTINUED)

<u>Business-Type Activities</u>	Balance - June 30, 2021	Increases	Decreases	Balance - June 30, 2022
Capital Assets Not Being Depreciated:				
Construction in Progress	\$ 2,917,616	\$ 9,783,934	\$ (3,583,461)	\$ 9,118,089
Capital Assets Being Depreciated:				
Buildings	2,906,051	-	-	2,906,051
Machinery and Equipment	6,468,828	925,010	(27,375)	7,366,463
Water Distribution System and Wastewater Collection System	309,660,320	3,733,814	-	313,394,134
Subtotal	319,035,199	4,658,824	(27,375)	323,666,648
Less Accumulated Depreciated For:				
Buildings	1,307,745	45,373	-	1,353,118
Machinery, Equipment, and Furniture	4,812,641	337,068	(27,375)	5,122,334
Water Distribution System and Wastewater Collection System	139,223,217	6,752,982	-	145,976,199
Subtotal	145,343,603	7,135,423	(27,375)	152,451,651
Capital Assets Being Depreciated, Net	173,691,596	(2,476,599)	-	171,214,997
Business-Type Activities Capital Assets, Net	<u>\$ 176,609,212</u>	<u>\$ 7,307,335</u>	<u>\$ (3,583,461)</u>	<u>\$ 180,333,086</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities

Executive and Administration	\$ 54,973
Public Safety	1,336,168
Recreation	145,446
Public Libraries	204,327
Social Services	65,006
Planning and Economic Development	166,087
Public Works	2,394,720
Education	2,106,619
Total Governmental Activities Depreciation Expense	<u>\$ 6,473,346</u>

Business-Type Activities

Water	\$ 469,975
Sewer	6,665,448
Total Business-Type Activities Depreciation Expense	<u>\$ 7,135,423</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 LONG-TERM LIABILITIES

A. Long-Term Liabilities

Long-term liability activity for the governmental activities for the year ended June 30, 2022 was as follows:

	Balance June 30, 2021	Additions	Reductions	Balance June 30, 2022	Amounts Due Within One Year
<u>Governmental Activities</u>					
Long-Term Debt:					
Bonds and Notes Payable	\$ 60,342,694	\$ 30,330,000	\$ (7,051,531)	\$ 83,621,163	\$ 6,887,669
Plus: Unamortized Premium	2,485,867	3,536,795	(587,142)	5,435,520	642,048
Total Long-Term Debt	62,828,561	33,866,795	(7,638,673)	89,056,683	7,529,717
Other Long-Term Liabilities:					
Compensated Absences	11,710,289	3,269,489	(2,342,058)	12,637,720	2,527,544
Accrued Retroactive Payroll	1,003,703	-	(69,756)	933,947	-
Total Other Long-Term Liabilities	12,713,992	3,269,489	(2,411,814)	13,571,667	2,527,544
Governmental Activities Long-Term Liabilities	<u>\$ 75,542,553</u>	<u>\$ 37,136,284</u>	<u>\$ (10,050,487)</u>	<u>\$ 102,628,350</u>	<u>\$ 10,057,261</u>
<u>Business-Type Activities</u>					
Long-Term Debt:					
Bonds and Notes Payable	\$ 55,603,473	\$ 11,000,000	\$ (8,605,574)	\$ 57,997,899	\$ 8,968,032
Unamortized Premium	378,524	-	(58,507)	320,017	140,741
Total Long-Term Debt	55,981,997	11,000,000	(8,664,081)	58,317,916	9,108,773
Other Long-Term Liabilities:					
Compensated Absences	321,470	18,535	(3,246)	336,759	-
Business-Type Activities Long-Term Liabilities	<u>\$ 56,303,467</u>	<u>\$ 11,018,535</u>	<u>\$ (8,667,327)</u>	<u>\$ 58,654,675</u>	<u>\$ 9,108,773</u>

Payments on the bonds and capital leases payable that pertain to the City's Governmental Activities are made by the General Fund. The compensated absences liability attributable to the Governmental Activities will be liquidated by the City's General Fund and School Unrestricted Fund. The accrued retroactive payroll will be paid by the School Unrestricted Fund.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

B. Schedule of Bonds and Notes Payable

	Date of Issue	Interest Rate (%)	Maturity Date	Authorized and Issued	Outstanding Principal June 30, 2021	New Issues	Less Maturities During the Year	Outstanding Principal June 30, 2022
Governmental Funds								
Bonds and Notes Payable:								
Public Offerings:								
School	5/26/2011	3.0/5.0	1/15/2022	\$ 8,713,480	\$ 512,371	\$ -	\$ 512,371	\$ -
School - Refunding	8/12/2015	1.5/4.0	8/1/2025	7,082,260	3,118,751	-	761,469	2,357,282
Highway/Drainage - Refunding	8/12/2015	1.5/4.0	8/1/2025	1,114,164	490,636	-	119,793	370,843
Open Space - Refunding	5/26/2011	3.0/5.0	1/15/2022	2,085,827	170,790	-	170,790	-
City Buildings	5/26/2011	3.0/5.0	1/15/2022	1,266,653	138,768	-	138,768	-
City Buildings	8/1/2015	2.0/4.5	8/1/2035	3,455,000	2,790,700	-	146,210	2,644,490
Recreation Refunding	8/12/2015	1.5/4.0	8/1/2025	1,474,090	649,133	-	158,492	490,641
Public Safety	8/12/2015	1.5/4.0	8/1/2025	3,916,764	1,724,791	-	421,122	1,303,669
Fire Station	8/12/2015	2.0/4.5	8/1/2035	1,980,000	1,599,303	-	83,790	1,515,513
Total Public Offerings				31,088,238	11,195,243	-	2,512,805	8,682,438
Direct Borrowings and Placements:								
School - RIHEBC	6/15/2010	5.75	4/1/2027	3,908,000	3,908,000	-	-	3,908,000
School - RIHEBC	11/15/2010	6.29	4/1/2027	4,212,000	4,212,000	-	-	4,212,000
School - RIHEBC	6/15/2013	3.52	5/15/2033	4,295,000	2,575,000	-	215,000	2,360,000
School - RIHEBC	8/6/2014	3.63	5/5/2034	3,370,000	2,400,000	-	150,000	2,250,000
School - RIHEBC	8/17/2016	3.72	5/15/2036	4,755,000	3,890,000	-	195,000	3,695,000
School - RIHEBC	10/16/2017	3.72	4/16/2032	4,460,000	3,585,000	-	265,000	3,320,000
School - RIHEBC	9/24/2019	3.0/4.0	5/15/2039	5,445,000	5,445,000	-	210,000	5,235,000
Municipal Road and Bridge Loan	7/17/2014	0.76/3.30	9/1/2034	1,600,000	1,197,000	-	71,000	1,126,000
Municipal Road and Bridge Loan	4/22/2020	0.89/1.44	9/1/2029	10,000,000	9,060,000	-	952,000	8,108,000
School - RIHEBC	8/4/2020	2.0/4.0	5/15/2040	6,400,000	6,400,000	-	240,000	6,160,000
Efficient Buildings - RIIB	10/29/2020	2.3/1.06	9/1/2030	3,200,000	3,200,000	-	314,000	2,886,000
Direct Financing	10/22/2015	12.00	10/22/2025	2,642,502	1,387,540	-	266,203	1,121,337
Direct Financing	5/25/2017	7.00	5/25/2022	250,370	52,362	-	52,362	-
Direct Financing	6/29/2017	3.00	6/29/2022	42,428	8,841	-	8,841	-
Direct Financing	6/7/2018	7.67	6/7/2023	321,207	135,356	-	66,425	68,931
Direct Financing	2/25/2020	2.63	2/25/2025	2,303,074	1,691,352	-	579,653	1,111,699
Direct Financing	10/14/2021	3.00	10/14/2028	6,500,000	-	6,500,000	953,242	5,546,758
School - RIHEBC	3/9/2022	3.00/5.00	5/15/4041	23,830,000	-	23,830,000	-	23,830,000
Total Direct Borrowings and Placements				87,534,581	49,147,451	30,330,000	4,538,726	74,938,725
Total Governmental Funds Bonds and Notes Payable				\$ 118,622,819	\$ 60,342,694	\$ 30,330,000	\$ 7,051,531	\$ 83,621,163
Enterprise Funds								
Water:								
Bonds and Notes Payable:								
Public Offerings:								
Water - Refunding	5/26/2011	3.0/5.0	1/15/2022	\$ 319,171	\$ 42,676	\$ -	\$ 42,676	\$ -
Total Public Offerings				319,171	42,676	-	42,676	-
Sewer:								
Bonds and Notes Payable:								
Public Offerings:								
Sewer - Refunding	5/26/2011	3.0/5.0	1/15/2022	2,164,129	85,395	-	85,395	-
Sewer - Refunding	8/12/2015	1.5/4.0	8/1/2025	10,222,722	4,501,690	-	1,099,125	3,402,565
Total Public Offerings				12,386,851	4,587,085	-	1,184,520	3,402,565
Direct Borrowings and Placements:								
Sewer - RIIB Loan	4/25/2002	1.25	9/1/2022	12,000,000	1,542,420	-	759,843	782,577
Sewer - RIIB Loan	10/24/2002	1.00	9/1/2022	20,000,000	2,574,690	-	1,271,415	1,303,275
Sewer - RIIB Loan	11/13/2003	1.34	9/1/2024	20,000,000	4,637,000	-	1,123,000	3,514,000
Sewer - RIIB Loan	12/30/2004	1.40	9/1/2025	20,000,000	5,707,000	-	1,097,000	4,610,000
Sewer - RIIB Loan	12/15/2005	1.41	9/1/2026	5,000,000	1,500,000	-	250,000	1,250,000
Sewer - RIIB Loan	12/21/2006	1.27	9/1/2027	9,500,000	3,325,000	-	475,000	2,850,000
Sewer - RIIB Loan	12/12/2007	1.69/2.15	9/1/2026	6,942,000	2,778,000	-	347,000	2,431,000
Sewer - RIIB Loan	10/6/2009	1.26/3.35	9/1/2029	1,169,026	529,702	-	58,120	471,582
Sewer - RIIB Loan	3/6/2014	2.71	9/1/2034	7,000,000	5,264,000	-	307,000	4,957,000
Sewer - RIIB Loan	7/30/2015	0.69/2.89	9/1/2034	10,574,900	8,230,900	-	491,000	7,739,900
Sewer - RIIB Loan	6/2/2016	0.37/2.41	9/1/2035	8,000,000	6,551,000	-	375,000	6,176,000
Sewer - RIIB Loan	4/13/2017	0.71/2.57	9/1/2036	3,730,000	3,241,000	-	168,000	3,073,000
Sewer RIIB Conduit	4/30/2008	4.85	3/1/2028	4,000,000	1,835,000	-	225,000	1,610,000
Sewer RIIB Conduit	6/26/2012	3.29	9/1/2022	2,400,000	542,000	-	267,000	275,000
Sewer RIIB Conduit	3/31/2015	1.95	9/1/2034	3,500,000	2,716,000	-	164,000	2,552,000
Sewer - RIIB Loan	12/29/2021	0.15/2.32	9/1/2051	11,000,000	-	11,000,000	-	11,000,000
Total Direct Borrowings and Placements				144,815,926	50,973,712	11,000,000	7,378,378	54,595,334
Total Enterprise Funds Bonds and Notes Payable				\$ 157,521,948	\$ 55,603,473	\$ 11,000,000	\$ 8,605,574	\$ 57,997,899

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity

Debt service requirements at June 30, 2022 were as follows:

Years Ending June 30,	Public Offerings			
	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 1,752,950	\$ 273,647	\$ 1,142,060	\$ 94,746
2024	1,375,602	221,437	854,398	60,156
2025	1,425,549	177,003	884,452	32,029
2026	948,344	137,256	521,655	7,825
2027	265,000	119,055	-	-
2028-2032	1,495,000	414,466	-	-
2033-2036	1,420,003	105,096	-	-
Total	<u>\$ 8,682,448</u>	<u>\$ 1,447,960</u>	<u>\$ 3,402,565</u>	<u>\$ 194,756</u>

Years Ending June 30,	Direct Borrowings and Placements			
	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 5,134,729	\$ 2,769,507	\$ 7,825,972	\$ 1,250,927
2024	5,038,155	2,465,390	5,558,120	1,111,932
2025	5,133,155	2,333,706	5,652,121	964,326
2026	5,002,900	2,196,662	4,537,121	874,667
2027	12,961,952	2,068,590	3,404,121	779,572
2028-2032	19,810,824	5,757,477	12,423,979	2,755,855
2033-2037	13,087,000	2,686,722	8,932,900	1,148,190
2038-2042	8,770,000	606,450	1,847,000	582,787
2043-2047	-	-	2,072,000	382,295
2048-2052	-	-	2,342,000	137,061
Total	<u>\$ 74,938,715</u>	<u>\$ 20,884,504</u>	<u>\$ 54,595,334</u>	<u>\$ 9,987,612</u>

The City has entered into numerous loan agreements with the Rhode Island Infrastructure Bank, formerly known as Rhode Island Clean Water Finance Agency. The loan proceeds are to be used by the City for the extension and upgrade of the City's sewer system. The Bank advances loan proceeds to the City periodically to reimburse the City for capital costs incurred on the projects.

The loan proceeds are to be used by the City for the extension and upgrade of the sewer system. The Bank pays project invoices certified by the City directly to the contractors or reimburses the City for costs incurred on the projects. As of June 30, 2022, loans payable of \$54,595,334 are reflected in the Sewer Fund. A due from the Rhode Island Infrastructure Bank of \$12,862,474 is shown for that portion of the loans, which has not been advanced as of June 30, 2022. The City is responsible to draw down and to repay the full amount of the loan.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity (Continued)

School RIHEBC Bonds

The proceeds from the bonds were used to finance the acquisition, construction, furnishing, and equipping of schools and school facilities, including but not limited to various school renovation projects, and to pay the costs of issuance. The \$3,908,000 bond and \$4,212,000 bond require sinking fund deposits to be held on deposit by the trustee and will be paid to the bondholders in full May 2027 for both bonds. While these sinking fund deposits do not allow the City to present these payments as retirements of the respective debt, the City has effectively accumulated \$5,582,500 (excluding interest) to retire the debts in 2027. These restricted funds are shown as restricted fund balance within the debt service fund.

The future sinking fund deposits required to amortize the 2010 Revenue Bonds of \$3,908,000 and \$4,212,000 are as follows:

Year Ended June 30,	<u>\$3,908,000 Revenue Bond</u>	
	Required Sinking Fund Deposits Principal	Actual Sinking Fund Deposits
2012	\$ 244,250	\$ 244,250
2013	244,250	244,250
2014	244,250	244,250
2015	244,250	244,250
2016	244,250	244,250
2017	244,250	244,250
2018	244,250	244,250
2019	244,250	244,250
2020	244,250	244,250
2021	244,250	244,250
2022	244,250	244,250
2023	244,250	-
2024	244,250	-
2025	244,250	-
2026	244,250	-
2027	244,250	-
Total	<u>\$ 3,908,000</u>	<u>\$ 2,686,750</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 LONG-TERM LIABILITIES (CONTINUED)

C. Debt Maturity (Continued)

	<u>\$4,212,000 Revenue Bond</u>	
	Required	Actual
	Sinking Fund	Sinking Fund
	Deposits	Deposits
<u>Year Ended June 30,</u>	<u>Principal</u>	
2012	\$ 263,250	\$ 263,250
2013	263,250	263,250
2014	263,250	263,250
2015	263,250	263,250
2016	263,250	263,250
2017	263,250	263,250
2018	263,250	263,250
2019	263,250	263,250
2020	263,250	263,250
2021	263,250	263,250
2022	263,250	263,250
2023	263,250	-
2024	263,250	-
2025	263,250	-
2026	263,250	-
2027	263,250	-
Total	<u>\$ 4,212,000</u>	<u>\$ 2,895,750</u>

D. Bonds Authorized but Unissued

The following table sets forth amounts, purposes and statutorily authorized, but unissued general obligation debt of the City.

<u>Purpose</u>	<u>Statutory Authorization</u>	<u>Authorized but Unissued Debt</u>
Sewer Improvements	P.L. Ch. 223-1994	\$ 417,677
Open Space	P.L. Ch. 77-2000	175,000
Open Space	P.L. Ch. 125/479-2006	2,000,000
Recreation	P.L. Ch. 77-2000	500,000
Parks and Recreation	P.L. Ch. 74/147-2006	3,500,000
Drainage	P.L. Ch. 78-2002	3,000,000
Building Repairs	P.L. Ch. 426/527-2006	5,500,000
Mickey Stevens Sports Complex	P.L. Ch. 385-2006	7,000,000
School Renovations	LA 059 2020 -- H 8041	56,000,000
Total		<u>\$ 78,092,677</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 INTERFUND RECEIVABLES AND PAYABLES

Interfund balances represent short-term advances from one fund (primarily the General Fund) to another fund. The advances may represent balances resulting from operating advances or reimbursement for expenditures paid by one fund or may simply be the result of pooling financial resources to maximize income. The composition of interfund balances at June 30, 2022 is as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$ 11,216,952	\$ 7,365,858
School Unrestricted Fund	14,120,024	705,299
ARPA Funds	-	4,671,915
School Bond Funds	-	2,390,428
Nonmajor Governmental Funds	7,120,725	17,084,013
 Sewer Fund	 686,257	 -
Water Fund	-	2,729,566
Internal Service Fund	1,803,121	-
Total	<u>\$ 34,947,079</u>	<u>\$ 34,947,079</u>

NOTE 11 FUND BALANCES

As of June 30, 2022, fund balances are composed of the following:

<u>Fund Balances</u>	General	School Unrestricted Fund	ARPA Fund	School Bonds Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepaid Expenses and Other Assets	\$ 66,271	\$ -	\$ -	\$ -	\$ 176,703	\$ 242,974
Restricted:						
CDBG Programs	-	-	-	-	286,819	286,819
Drug-Related Property Seizure	-	-	-	-	205,354	205,354
Open Space Acquisition	-	-	-	-	467,946	467,946
Library Operations	-	-	-	-	172,440	172,440
Pilgrim Senior Center	-	-	-	-	24,339	24,339
Sewer Connections Assistance	-	-	-	-	30,562	30,562
Tourism	-	-	-	-	147,818	147,818
Emergency Operations FEMA	-	-	-	-	128,657	128,657
Waterfront Safety	-	-	-	-	262,572	262,572
Maintenance of Historical Records	-	-	-	-	1,034,742	1,034,742
Opioid Operations	-	-	-	-	643,839	643,839
Public Safety	-	-	-	-	199,365	199,365
Employee Benefit Trust	-	-	-	-	147,647	147,647
Treasurer's Agent	-	-	-	-	294,381	294,381
Neighbors Helping Neighbors	-	-	-	-	9,109	9,109
Education	-	-	-	-	2,054,719	2,054,719
Open Space Acquisition	-	-	-	-	367,582	367,582
School Capital Improvements	-	-	-	17,739,804	13,835	17,753,639
Road and Bridge Improvements	-	-	-	-	2,334,600	2,334,600
Municipal Building Improvements	-	-	-	-	2,335,203	2,335,203
Other Capital	-	-	-	-	4,372,559	4,372,559
Debt Service	-	-	-	-	5,711,552	5,711,552
Assigned:						
Executive and Administrative	1,332,044	-	-	-	-	1,332,044
Public Safety	106,610	-	-	-	-	106,610
Public Works	600,978	-	-	-	-	600,978
Education	-	27,234	-	-	-	27,234
Other	6,081	-	-	-	-	6,081
Unassigned	33,054,735	-	-	-	(1,072,376)	31,982,359
Total Fund Balances	<u>\$ 35,166,719</u>	<u>\$ 27,234</u>	<u>\$ -</u>	<u>\$ 17,739,804</u>	<u>\$ 20,349,967</u>	<u>\$ 73,283,724</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 INTERFUND TRANSFERS

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2022 is as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General Fund	\$ 3,619,768	\$ 130,476,883
ARPA Fund	44,379	2,777,664
School Unrestricted Fund	129,969,383	-
Nonmajor Funds:		
Special Revenue Funds	-	886,483
Debt Service Fund	507,500	-
Total	<u>\$ 134,141,030</u>	<u>\$ 134,141,030</u>

NOTE 13 DEFINED BENEFIT PENSION PLANS

A. City Employees' Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The City Employees' Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The City Employees' Pension Plan covers all City employees not covered by other plans. Nonelected employees are eligible to participate after six months of employment. Elected officials are eligible on the date they assume their elected position. The City Employees' Pension Plan is a single employer defined benefit pension plan that was established in 1965. The City does not issue a separate publicly available financial report.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

As of July 1, 2021, employee membership data related to the pension plan was as follows:

Active Plan Members	317
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	447
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	50
Total	<u>814</u>

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions

Members in the plan who have attained age 65 and have reached their fifth anniversary of participation may retire. The normal monthly retirement benefit is equal to 2.5% of their final average monthly compensation multiplied by years of creditable service. Final average monthly compensation is one-twelfth of the average of the highest three consecutive years of base compensation. However, no elected member will receive less than one-twelfth of the sum of \$1,500 plus \$200 multiplied by years of creditable service; the sum not to exceed \$5,500. Effective September 1, 1994, the plan compensation is equal to the sum of base compensation and longevity pay. Eligibility for early retirement is after age 55 with at least 10 years of creditable service or any member whose age plus service totals 80 or more. Effective for new hires after July 1, 2012, the eligibility requirement changes to the attainment of age 59 with 25 years of service, or age 65 if vested. Additionally, the monthly retirement benefit decreases to 2% of final average monthly compensation multiplied by years of creditable service. Benefits will be calculated based upon the average of the last three years of service. Effective September 1, 1994, an elected official is eligible upon the attainment of age 55 with at least six years of service. The retirement benefit for early retirement is determined under the normal retirement formula above reduced for commencement prior to age 65. The reduction is equal to 0.5% per month for the first 60 months prior to age 65 plus 0.33% per month in excess of 60. If the sum of the retired member's years of age plus service is at least equal to 80, there is no reduction for early commencement. The provision for late retirement is continued employment beyond normal retirement. The retirement benefit for late retirement is the same as the normal retirement benefit formula determined as of the member's actual retirement date.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Upon termination of employment, a nonelected member is eligible for a benefit deferred to retirement age after 10 years of creditable service. An elected member is eligible after six years of creditable service. The benefit is the same as early retirement. For all members except elected officials, the benefit amount determined under the normal retirement formula is increased by 3% per year between termination and retirement. In lieu of receiving retirement benefits, a member may receive a lump-sum payment of his or her accumulated contributions with interest at any time prior to the commencement of retirement benefits.

A nonelected member who leaves employment prior to completing 10 years of creditable service or an elected member who leaves prior to completing six years of creditable service will receive a lump-sum payment of his or her accumulated contributions with interest.

A nonelected member who has completed 10 years of creditable service or an elected member who has completed 6 years of creditable service, and who is totally disabled as determined by the City's medical board is eligible for disability retirement. The disability retirement benefit formula is the same as normal retirement but reduced by worker's compensation payments.

Any married nonelected member with 10 years creditable service or any married elected member with six years of creditable service who dies while still employed after age 50 is eligible for pre-retirement death benefits. The benefit is the same as vested deferred or early retirement with reduction for each month by which benefit commencement precedes age 65 and further reduced to reflect the optional form of payment which provides payments at the same rate to the surviving spouse. A member's surviving spouse may elect to receive a lump-sum payment equal to the member's accumulated contributions with interest in lieu of the annuity described above.

Any terminated member with a deferred vested benefit or an active member not eligible for the surviving spouse's annuity described above is eligible for death benefits before retirement benefits equal to one lump-sum pay of the member's accumulated contributions with interest.

Effective September 1, 1994, a member may, in lieu of receiving one half of his or her accumulated sick pay in cash at termination or retirement, receive a pension service credit for unused sick pay (six-month maximum).

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Contributions

The City's annual contribution to the plan is based upon an actuarially determined amount recommended by an independent actuary. During fiscal 2022, this contribution amounted to \$7,814,937. In addition, the nonelected plan members contribute 8.5% of their annual base compensation and longevity compensation. Elected plan members contribute 8.5% of their annual base compensation plus \$20.00 per month. Administrative costs are included in the actuarial valuation as part of the normal cost and financed through contributions.

Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by a majority vote of the Municipal Pension Board members. It is the policy of the City to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy is long term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	25.00 %	0.58 - 3.48%
Large Cap Equity	27.00	4.73
Small/Mid Cap Equity	9.00	5.78
International Equity	29.00	5.56 - 7.55
Inflation Protection	5.00	3.47
Multi Asset	5.00	3.63
Total	<u>100.00 %</u>	<u>4.50 %</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (14.8%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The City's net pension liability was measured as of June 30, 2022. The components of the net pension liability of the City at June 30, 2022 were as follows:

Total Pension Liability	\$ 204,363,004
Plan Fiduciary Net Position	<u>146,082,306</u>
City's Net Pension Liability	<u><u>\$ 58,280,698</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u><u>71.48%</u></u>

Actuarial Assumptions

The following actuarial assumptions were used in the actuarial valuation dated July 1, 2021 and were rolled forward to the measurement date of June 30, 2022.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.00% to 7.00% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2021	\$ 196,191,729	\$ 175,551,356	\$ 20,640,373
Service Cost	2,852,798	-	2,852,798
Interest	13,180,968	-	13,180,968
Differences Between Expected and Actual Experience	5,491,893	-	5,491,893
Contributions - Employer	-	7,814,937	(7,814,937)
Contributions - Employee	-	1,821,343	(1,821,343)
Net Investment Loss	-	(25,557,952)	25,557,952
Benefit Payments, Including Refunds of Contributions	(13,354,384)	(13,354,384)	-
Administrative Expense	-	(192,994)	192,994
Balance - June 30, 2022	<u>\$ 204,363,004</u>	<u>\$ 146,082,306</u>	<u>\$ 58,280,698</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
City Employees' Pension Plan	<u>\$ 81,356,402</u>	<u>\$ 58,280,698</u>	<u>\$ 38,956,658</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

A. City Employees' Pension Plan (Continued)

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

For the year ended June 30, 2022, the City Employee Pension Plan recognized pension expense of \$8,619,407. As of June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 4,715,210	\$ 76,180
Changes of Assumptions	1,651,178	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	13,214,365	-
Total	<u>\$ 19,580,753</u>	<u>\$ 76,180</u>

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

<u>Year Ending June 30,</u>	Net Deferred Outflows (Inflows) of Resources
2023	\$ 5,872,815
2024	4,451,896
2025	1,672,201
2026	7,507,661
Total	<u>\$ 19,504,573</u>

B. Police I and Fire Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Police I and Fire Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Plan Description

The City of Warwick's Police I and Fire Pension Plan covers all City Police Officers that were appointed before February 1, 1971, and all permanent members of the City's Fire Department appointed before May 29, 1992. The plan is closed to new members. The Police I and Fire Pension Plan is a single employer defined benefit pension plan that was established in 1953. The City does not issue a separate publicly available financial report.

As of July 1, 2021, employee membership date related to the pension plan was as follows:

Active Plan Members	2
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	399
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	1
Total	<u><u>402</u></u>

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions – Police Officers

Benefits provided to remaining active police officers are in accordance with the City's Code of Ordinances. Retirement, death, and disability benefits payable to retired members and beneficiaries are indexed in accordance with the base salary increases provided to active members of the police force.

Benefit Provisions – Firefighters

Participating firefighters in the plan who have completed 20 years of service may retire. The normal annual retirement benefit is equal to 50% of highest annual salary plus 1% of salary for each year of service in excess of 20 years (maximum 10). For pension purposes, annual salary includes regular, longevity and holiday pay.

Any firefighter retiring after July 23, 1996 may also irrevocably elect to have his or her pension calculated under the City's Fire II Pension Plan. The Fire II benefit formula is 50% of the final year's compensation. Plus 2% for each year of service from 20 to 25 years, plus 3% for each year of service from 25 to 30 years with a fixed compounded cost of living adjustment.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

A participant who is unable to perform active duty as a firefighter, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The service-related disability retirement benefit for disabilities involving heart, lung, cancer, or other social security disabilities is 66.67% of the highest annual salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of annual salary. The other service-related and nonservice-related benefit is 50% of annual salary.

A member is eligible for a return of contributions without interest for terminations prior to the completion of 10 years of service. For termination after the completion of 10 years of service, but prior to eligibility for retirement, the employee is eligible for a deferred benefit equal to 2.5% of annual salary at termination, multiplied by the number of full years of service, payable on the 20th anniversary of employment.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Benefits provided to remaining active police officers and firefighters are in accordance with the proposed restatement of Section 15-19 of the City's Code of Ordinances. Retirement, death, and disability benefits payable to retired members and beneficiaries are indexed in accordance with the base salary increases provided to active members of the police force.

Funding Policy

Active plan members contribute 7% of their covered earnings (regular, holiday and longevity). In addition, the City is required to contribute an actuarially determined amount each year, calculated in accordance with its pension ordinances. The statutory contribution level includes a 40-year amortization of the unfunded actuarial liability as a level percentage of payroll. During fiscal 2022, this contribution amounted to \$19,990,062. Administrative costs are netted against investment return in the actuarial valuation.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Plan's fiduciary custodian, the City Finance Director. It is the policy of the City to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy is long term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	25.00 %	0.58 - 3.48%
Large Cap Equity	27.00	4.73
Small/Mid Cap Equity	9.00	5.78
International Equity	29.00	5.56 - 7.55
Inflation Protection	5.00	3.47
Multi Asset	5.00	3.63
Total	100.00 %	4.50 %

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (14.6%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

Net Pension Liability

The components of the net pension liability of the City at June 30, 2022 were as follows:

Total Pension Liability	\$ 302,246,642
Plan Fiduciary Net Position	66,418,366
City's Net Pension Liability	<u>\$ 235,828,276</u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 <u>22.0%</u>

Actuarial Assumptions

The following actuarial assumptions were used in the July 1, 2021 valuation and rolled forward to the measurement date of June 30, 2022.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 13.50% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2021	\$ 299,237,410	\$ 82,149,124	\$ 217,088,286
Service Cost	59,102	-	59,102
Interest	19,838,179	-	19,838,179
Differences Between Expected and Actual Experience	7,024,034	-	7,024,034
Contributions - Employer	-	19,990,062	(19,990,062)
Contributions - Employee	-	17,680	(17,680)
Net Investment Loss	-	(11,720,873)	11,720,873
Benefit Payments, Including Refunds of Contributions	(23,912,083)	(23,912,083)	-
Administrative Expense	-	(105,544)	105,544
Balance - June 30, 2022	<u>\$ 302,246,642</u>	<u>\$ 66,418,366</u>	<u>\$ 235,828,276</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Police I and Fire Pension Plan	<u>\$ 266,598,552</u>	<u>\$ 235,828,276</u>	<u>\$ 209,850,381</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Police I and Fire Pension Plan (Continued)

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

For the year ended June 30, 2022, the Police I and Fire Pension Plan recognized pension expense of \$22,985,544. As of June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Difference Between Projected and Actual Earning on Pension Plan Investments	\$ 6,917,642	\$ -
Total	<u>\$ 6,917,642</u>	<u>\$ -</u>

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

<u>Year Ending June 30,</u>	Net Deferred Outflows (Inflows) of Resources
2023	\$ 1,727,343
2024	1,293,937
2025	445,737
2026	3,450,625
Total	<u>\$ 6,917,642</u>

C. Police II Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Police II Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Plan Description

The City of Warwick, Rhode Island's Police II Pension Plan covers all City Police Officers that were appointed after February 1, 1971. The Police Pension II Plan is a single-employer defined benefit pension plan that was established in 1971. The City does not issue a separate publicly available financial report.

As of July 1, 2021, employee membership data related to the pension plan was as follows:

Active Plan Members	158
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	232
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	3
Total	<u>393</u>

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

Benefit Provisions

Members in the plan who have completed 20 years of service may retire. The normal annual retirement benefit is equal to 50% of annual salary at retirement plus incremental increases of 2% per year between the 20th and 25th years, and annual increases of 3% between the 26th and 30th years. For pension purposes, annual salary includes regular, longevity and holiday pay.

Effective for new hires after July 1, 2012, the eligibility requirement increases to 25 years of service. Additionally, the retirement benefit will now be calculated at a rate of 50% of the average salary from the last three years of service, plus an additional 2% for every year of service from year 10 to retirement. The maximum pension benefit decreases from 75% after 30 years to 70% after 30 years.

A member who is unable to perform active as a result of disability, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The service-related disability retirement benefit is 66.67% of the highest annual salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of annual salary. The nonservice-related benefit is 50% of annual salary.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

A member who leaves employment prior to completing 10 years of service will receive a lump-sum payment of accumulated contributions without interest. For termination after the completion of 10 years of service, but prior to eligibility for retirement, the employee is eligible for a deferred benefit equal to 2.5% of annual salary at termination, multiplied by the number of full years of service, payable on the 20th anniversary of employment.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Funding Policy

Active plan members contribute a percentage of their covered earnings (regular, holiday, and longevity) equal to $\frac{1}{3}$ of the actuarially determined contribution rate. The City is required to contribute $\frac{2}{3}$ of the actuarially determined contribution rate. For fiscal year 2022, employees were required to contribute 17.90% and the City was required to contribute 35.80% of covered earnings, which amounted to \$5,000,043. The statutory contribution level includes a 20, 25, and 30-year amortization of the unfunded actuarial liability as a level percentage of payroll. Administrative costs are netted against investment return in the actuarial valuation.

Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Plan's fiduciary custodian, the City Finance Director. It is the policy of the City to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy is long term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

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

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	25.00 %	0.58 - 3.48%
Large Cap Equity	27.00	4.73
Small/Mid Cap Equity	9.00	5.78
International Equity	29.00	5.56 - 7.55
Inflation Protection	5.00	3.47
Multi Asset	5.00	3.63
Total	<u>100.00 %</u>	<u>4.50 %</u>

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (14.9%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the City at June 30, 2022 were as follows:

Total Pension Liability	\$ 301,221,371
Plan Fiduciary Net Position	<u>221,035,911</u>
City's Net Pension Liability	<u>\$ 80,185,460</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>73.4%</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

Actuarial Assumptions

The following actuarial assumptions, used in the valuation dated July 1, 2021, and rolled forward to the measurement date of June 30, 2022.

Actuarial Cost Method	Entry Age Normal Actuarial Cost Method
	2.50%
Salary Increases	3.50% to 13.50% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16
	(Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2021	\$ 285,066,746	\$ 266,467,262	\$ 18,599,484
Service Cost	3,974,498	-	3,974,498
Interest	19,344,379	-	19,344,379
Differences Between Expected and Actual Experience	6,396,994	-	6,396,994
Contributions - Employer	-	5,003,559	(5,003,559)
Contributions - Employee	-	2,500,022	(2,500,022)
Net Investment Loss	-	(39,131,258)	39,131,258
Benefit Payments, Including Refunds of Contributions	(13,561,246)	(13,561,246)	-
Administrative Expense	-	(242,428)	242,428
Balance - June 30, 2022	<u>\$ 301,221,371</u>	<u>\$ 221,035,911</u>	<u>\$ 80,185,460</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Police Pension Plan II	<u>\$ 124,322,711</u>	<u>\$ 80,185,460</u>	<u>\$ 44,514,269</u>

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

For the year ended June 30, 2022, the Police II Pension Plan recognized pension expense of \$10,162,639. As of June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 5,958,364	\$ -
Changes of Assumptions	5,907,008	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	22,276,933	-
Total	<u>\$ 34,142,305</u>	<u>\$ -</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Police II Pension Plan (Continued)

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

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2023	\$ 8,241,420
2024	7,021,359
2025	4,551,999
2026	13,623,128
Thereafter	704,399
Total	<u>\$ 34,142,305</u>

D. Fire II Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Fire II Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The City of Warwick's Fire Pension II Plan covers all City firefighters who were appointed after May 29, 1992. The Fire Pension II Plan is a single employer defined benefit pension plan that was established in 1992. The City does not issue a separate, publicly available report.

As of July 1, 2021, employee membership data related to the pension plan was as follows:

Active Plan Members	170
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	38
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	3
Total	<u>211</u>

The following benefit provisions and contribution requirements were established and may be amended by City Ordinance.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Benefit Provisions

A member who has completed 20 years of service may retire. Such member shall receive an annual benefit equal to 50% of their last year's salary, plus 2% of their average salary for each of service from 20-25, plus 3% for each year of service from 25-30. For pension purposes, annual salary includes regular, holiday and longevity pay.

Effective for new hires after July 1, 2012, the eligibility requirement increases to 25 years of service. Additionally, the retirement benefit will now be calculated at a rate of 50% of the average salary from the last three years of service, plus an additional 2% for every year of service from year 10 to retirement. The maximum pension benefit decreases from 75% after 30 years to 70% after 30 years. Currently, this new benefit provision is being contested by the Local 2748 International Association of Firefighters AFL-CIO.

A member who is unable to perform active duty as a result of disability, which the Board of Public Safety finds to be permanently incapacitating, is eligible to receive disability retirement benefits. The annual benefit for a service-related disability involving any heart, lung, cancer or other social security disability is 66.67% of the member's average salary, reduced for each dollar of earned income in excess of the salary the member would earn as an active employee, to a minimum of 50% of salary. The benefit for other service-related and nonservice-related disabilities is 50% of the member's average salary.

The Plan provides death benefits to a participant's spouse and dependents if the participant dies while actively employed. Per City Ordinance, the service-related death benefit is 50% of the deceased member's average salary, payable to the surviving spouse until death or earlier remarriage. However, it must be noted that Rhode Island State Law, Chapter 45-21-4, raises the percentage to 67.5%. For nonservice-related death, the annual benefit is 30% of the deceased member's highest annual salary, payable to the surviving spouse until death or remarriage. The benefit for surviving children is 10% of the deceased member's highest annual salary, payable to each surviving child until age 18 (or for life if such child becomes permanently disabled prior to the member's death). The maximum family death benefit for service-related death is 75% of the deceased member's highest annual salary and for nonservice-related deaths 50% of the highest annual salary.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

A lump-sum payment equal to the member's accumulated contributions without interest shall be paid to the estate of any active member who dies with no surviving spouse or children.

Any member who terminates employment with 10 years or more of creditable service, but less than 20 years of creditable service, shall receive an annual benefit commencing at normal retirement age equal to 2.5% of average salary multiplied by full years of service at termination.

Any member who terminates employment prior to the completion of ten years of creditable service will receive a lump-sum payment of his or her accumulated contributions without interest.

Funding Policy

Active plan members contribute a percentage of their covered earnings (regular, holiday and longevity) equal to $\frac{1}{3}$ of the actuarially determined contribution rate. The City is required to contribute $\frac{2}{3}$ of the actuarially determined contribution rate. Administrative costs are netted against investment return in the actuarial valuation. For fiscal year 2022, employees were required to contribute 14.73% and the City was required to contribute 29.47% of covered earnings which amounted to \$4,906,175.

Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Plan's fiduciary custodian, the City Treasurer. It is the policy of the City to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy is long term and strategic in nature. The policy refrains from dramatically shifting asset class allocations over short time spans, and it seeks to be fully invested using cash equivalents for liquidity purposes.

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

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	25.00 %	0.58 - 3.48%
Large Cap Equity	27.00	4.73
Small/Mid Cap Equity	9.00	5.78
International Equity	29.00	5.56 - 7.55
Inflation Protection	5.00	3.47
Multi Asset	5.00	3.63
Total	100.00 %	4.50 %

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (14.6%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the City at June 30, 2022 were as follows:

Total Pension Liability	\$ 140,705,622
Plan Fiduciary Net Position	106,780,952
City's Net Pension Liability	<u>\$ 33,924,670</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>75.9%</u>

Actuarial Assumptions

The following actuarial assumptions were used in the actuarial valuation dated July 1, 2021 and rolled forward to the measurement date of June 30, 2022.

Actuarial Cost Method	Entry Age Normal
Inflation	2.50%
Salary Increases	3.50% to 13.50% including inflation
Investment Rate of Return	6.90%
Mortality Rates	(Male) 115% of PUB(10) Median Table for Health General Employees Males, projected with Scale Ultimate MP16 (Female) 111% of PUB(10) Median Table for Health General Employee Males, projected with Scale Ultimate MP16

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.90% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.90%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these 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.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a - b)
Balance - June 30, 2021	\$ 124,657,307	\$ 119,682,795	\$ 4,974,512
Service Cost	5,634,288	-	5,634,288
Interest	8,711,018	-	8,711,018
Differences Between Expected and Actual Experience	4,104,726	-	4,104,726
Contributions - Employer	-	4,906,175	(4,906,175)
Contributions - Employee	-	2,452,125	(2,452,125)
Net Investment Loss	-	(17,767,563)	17,767,563
Benefit Payments, Including Refunds of Contributions	(2,401,717)	(2,401,717)	-
Administrative Expense	-	(90,863)	90,863
Balance - June 30, 2022	<u>\$ 140,705,622</u>	<u>\$ 106,780,952</u>	<u>\$ 33,924,670</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Fire II Pension Plan (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability (asset) if it was calculated using a single discount rate that is 1 percentage point lower (5.90%) or 1 percentage point higher (7.90%) than the single discount rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Fire II Pension Plan	<u>\$ 61,037,342</u>	<u>\$ 33,924,670</u>	<u>\$ 12,770,378</u>

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

For the year ended June 30, 2022, the Fire II Pension Plan recognized pension expense of \$7,345,439. As of June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 6,906,285	\$ 1,985,099
Changes of Assumptions	5,452,919	-
Net Difference Between Projected and Actual Earning on Pension Plan Investments	10,353,996	-
Total	<u>\$ 22,713,200</u>	<u>\$ 1,985,099</u>

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

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2023	\$ 3,771,930
2024	3,408,270
2025	2,483,817
2026	6,754,203
2026	1,508,161
Thereafter	2,801,720
Total	<u>\$ 20,728,101</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan

Summary of Significant Accounting Policies

Basis of Accounting

The Warwick Public School Employees' Pension Trust Fund's financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and pursuant to legal requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Plan Description

The Warwick Public School Employees' Pension Plan, a single-employer defined benefit public employee pension plan. All eligible Warwick Public School employees other than teachers are eligible to participate on the first of the month after completing three months of service. A person is eligible if they are (a) employed 20 hours or more per week and covered under the collective bargaining agreement, or (b) employed 20 hours or more per week in a noncertified management position, or (c) an elected School Committee member. There is no separate financial report issued for this plan.

As of July 1, 2022, employee membership data related to the pension plan was as follows:

Active Plan Members	322
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	194
Inactive Plan Members Entitled to, but not Yet Receiving Benefits	45
Total	<u>561</u>

Benefit Provisions

Participants are eligible for normal retirement at the later of age 62 or 10 years of plan participation or at any age upon completion of 32 years of service with 10 years of plan participation. The normal retirement benefit is 1.67% of average monthly earnings times years of participation, plus 0.33% times the average monthly earnings times years of participation exceeding 20 years. The normal form of benefit is a life annuity. Average monthly earnings are the monthly average of total compensation for the 3 consecutive years of highest compensation over the last 10 years.

The yearly annuity amount for a School Committee member who becomes a retired member is \$1,000 plus 4.8% times the salary amount for each plan year in which one made mandatory employee contributions.

The plan also provides death and disability benefits.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

The following table summarizes the plan's requirements and benefits:

<u>Plan Provisions</u>	
Effective Date:	July 1, 1965
Plan Year Beginning:	July 1, 2022
Requirements	Minimum Age: 0 Minimum Months of Service: 3
Eligible Class	An elected school committee member or a member covered by the collective bargaining agreement.
Entry Dates	1st day of the month coinciding with or next following the date the plan requirements are met.
Employee Contributions	5% of earnings
Normal Retirement Date	For participants other than School Committee Members, first day of the month coinciding with or next following the earlier of attainment of age 62 or 32 years of Credited Service. For School Committee Members, first day of the month coinciding with or next following the later of attainment of age 60 or 6 years of Credited Service.
Normal Retirement Benefit	1.67% of the member's average monthly earnings multiplied by years of participation, plus 0.33% times average monthly earnings times years of participation greater than 20.
Average Monthly Earnings	Monthly average of total compensation for the three consecutive years of highest compensation of the previous 10 years.
Maximum Annual Benefit	\$245,000 as adjusted per IRC Sec 415 for retirement age other than social security retirement age and annuity form.
Normal Form of Benefit	Life Annuity
Accrued Benefit	Normal Retirement Benefit based on earnings and participation to date.
Early Retirement Benefit	Minimum Age: 52 Minimum Service: 10 years Benefit Amount: Accrued benefit, reduced by 7% for each year by which early retirement precedes normal retirement.
Pre-Retirement Death Benefit	Member contributions with interest, plus a \$5,000 lump-sum benefit.
Disability Benefit	Determined in the same manner as the normal retirement benefit.
Vest Termination Benefit	Upon termination after 10 years of service, 100% of the accrued benefit, deferred until the normal retirement date. A school committee member is vested after six years of plan participation.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Contributions

Plan members contribute 5% of earnings during the year. The School Department contributes based upon an annual actuarial valuation. During fiscal 2022, the School Department's contribution totaled \$406,900. Administrative costs are included in the actuarial valuation as part of the normal cost and financed through contributions.

Investments

Investment information has been provided by USI Advisors.

Investment Policy

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

This is an ongoing plan with a perpetual time horizon. For this reason, long-term capital market assumptions (20+ years) are applicable to approximate future real rate of return expectations. A modified building blocks methodology was used because being able to identify historical return premiums of asset classes in the context of varying market environments provides a reasonable basis to estimate the performance of asset classes going forward.

Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity - Large Cap	25.00 %	5.91 %
U.S. Equity - Small/Mid Cap	15.00	7.07
Non-U.S. Equity - Developed	10.00	6.85
Non-U.S. Equity - Emerging	5.00	9.17
U.S. Corporate Bonds - Core	10.00	2.12
U.S. Corporate Bonds - Long Duration	5.00	4.00
Non-U.S. Debt - Developed	4.00	4.37
U.S. Treasuries (Cash Equivalents	17.00	0.76
TIPS (Inflation Protected)	4.00	1.37
Real Estate	5.00	5.52

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Rate of Return

For the year ended June 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (13.65%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The City's net pension liability was measured as of June 30, 2022. The components of the net pension liability of the City at June 30, 2022 were as follows:

Total Pension Liability	\$ 73,839,247
Plan Fiduciary Net Position	<u>57,573,102</u>
City's Net Pension Asset	<u><u>\$ 16,266,145</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u><u>77.97%</u></u>

Actuarial Assumptions

The following actuarial assumptions were used in the June 30, 2022 actuarial valuation:

Actuarial Cost Method	Individual Entry Age Normal
Amortization Method	Level Amortization
Salary Increases	4.50% for pre-age 50, 2.5% for post-age 50
Investment Rate of Return	6.75%
Mortality Rates	PubG-2010(B) with Generational Mortality Improvement and PubG-2010 Disabled Retiree Mortality with Generation Mortality Improvement

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Measurement of the Net Pension Liability

Discount Rate

The net pension liability is measured as the total pension liability, less the amount of the pension plan's fiduciary net position. In actuarial terms, this will be the accrued liability less the market value of assets (not the smoothed actuarial value of assets that is often encountered in actuarial valuations performed to determine the employer's contribution requirement).

A single discount rate of 6.75% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.75%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Asset (a - b)
Balance - June 30, 2021	\$ 68,944,315	\$ 69,767,508	\$ (823,193)
Service Cost	1,289,052	-	1,289,052
Interest	4,614,936	-	4,614,936
Differences Between Expected and Actual Experience	2,629,091	-	2,629,091
Assumption Changes	151,628	-	151,628
Contributions - Employer	-	406,900	(406,900)
Contributions - Employee	-	748,165	(748,165)
Net Investment Loss	-	(9,342,632)	9,342,632
Benefit Payments, Including Refunds of Contributions	(3,789,775)	(3,789,775)	-
Administrative Expense	-	(217,064)	217,064
Balance - June 30, 2022	<u>\$ 73,839,247</u>	<u>\$ 57,573,102</u>	<u>\$ 16,266,145</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Warwick Public School Employees' Pension Plan (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability (asset) if it was calculated using a single discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the single discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Warwick School Employees	<u>\$ 24,364,835</u>	<u>\$ 16,266,145</u>	<u>\$ 9,373,497</u>

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

For the year ended June 30, 2022, the Warwick Public School Employees Pension Plan recognized pension expense of \$3,100,315. As of June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 3,646,731	\$ -
Changes of Assumptions	901,790	188,674
Net Difference Between Projected and Actual Earning on Pension Plan Investments	5,086,267	-
Total	<u>\$ 9,634,788</u>	<u>\$ 188,674</u>

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

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2023	\$ 2,314,037
2024	2,144,267
2025	1,333,199
2026	3,415,682
2027	238,929
Total	<u>\$ 9,446,114</u>

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan - Teachers

Summary of Significant Accounting Policies

Plan Description

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

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

Benefit Provisions

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

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

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

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

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

Funding Policy

The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2022, Warwick Public School System Teachers were required to contribute 3.75% of their annual covered salary, except for teachers with 20 or more years of service as of June 30, 2012 who must contribute 11% of their annual covered salary. The state and Warwick Public Schools are required to contribute at an actuarially determined rate, 40% of which is to be paid by the state and the remaining 60% is to be paid by Warwick Public Schools; the rates were 10.94% and 14.78% of annual covered payroll for the fiscal year ended June 30, 2022 for the state and Warwick Public Schools, respectively. Warwick Public Schools contributed \$12,641,040 for the fiscal year ended June 30, 2022, equal to 100% of the required contributions for each year. The State's share of contribution for fiscal year 2022 was \$1,440,464 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2022, Warwick Public Schools reported a liability of \$101,879,992 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by Warwick Public Schools as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with Warwick Public Schools were as follows:

Warwick Public School's Proportionate Share of the Net Pension Liability	\$ 101,879,992
State of Rhode Island's Proportionate Share of the Net Pension Liability	<u>75,553,147</u>
Total	<u><u>\$ 177,433,139</u></u>

The net pension liability was measured as of June 30, 2021, the measurement date, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021. Warwick Public School's proportion of the net pension liability was based on a projection of Warwick Public School's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2021, Warwick Public School's proportion was 4.33%, compared to 4.32% in the prior year.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

For the year ended June 30, 2022, Warwick Public Schools recognized gross pension expense of \$3,050,110 and revenue of \$1,440,464 for support provided by the state. At June 30, 2022, Warwick Public Schools reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,022,604	\$ 3,290,784
Changes of Assumptions	4,266,288	2,240,449
Net Difference Between Projected and Actual Earning on Pension Plan Investments	-	23,846,221
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	2,310,432	5,889,336
Contributions Subsequent to the Measurement Date	12,641,040	-
Total	<u>\$ 20,240,364</u>	<u>\$ 35,266,790</u>

An amount of \$12,641,040 reported as deferred outflows of resources related to pensions resulting from Warwick Public School's contributions in fiscal year 2022 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	Net Deferred Outflows (Inflows) of Resources
2023	\$ (7,227,856)
2024	(5,830,070)
2025	(5,929,943)
2026	(7,809,925)
2026	(725,142)
Thereafter	(144,530)
Total	<u>\$ (27,667,466)</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

Actuarial Assumptions

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

Inflation	2.5%
Salary Increases	3.0% to 13.0%
Investment Rate of Return	7.0%
Mortality - variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.	

The actuarial assumptions used in the June 30, 2020 valuation rolled forward to June 30, 2021 and the calculation of the total pension liability at June 30, 2021 were consistent with the results of an actuarial experience study performed as of June 30, 2019.

Investments

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2021 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity:		
U.S. Equity	23.20 %	5.83 %
International Developed Equity	11.80	6.35
Emerging Markets Equity	5.00	8.04
Private Growth:		
Private Equity	11.25	9.47
Non-Core Real Estate	2.25	5.32
Opportunistic Private Credit	1.50	9.47
Income:		
High Yield Infrastructure	1.00	3.19
REITS	1.00	5.32
Equity Options	2.00	5.59
EMD (50/50 Blend)	2.00	1.96
Liquid Credit	2.80	3.19
Private Credit	3.20	3.19
Crisis Protection Class:		
Treasury Duration	5.00	(0.32)
Systematic Trend	5.00	3.39
Inflation Protection:		
Core Real Estate	3.60	5.32
Private Infrastructure	2.40	5.81
TIPs	2.00	0.30
Volatility Protection:		
IG Corp Credit	3.25	1.14
Securitized Credit	3.25	1.14
Absolute Return	6.50	3.39
Cash	2.00	(0.32)
	<u>100.00 %</u>	

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Employees' Retirement System Plan – Teachers (Continued)

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

Discount Rate

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

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Below is a table providing the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the plan's net pension liability if it was calculated using a single discount rate that is 1 percentage point lower (6.0%) or 1 percentage point higher (8.0%) than the single discount rate (7.0%):

	1% Decrease	Current Discount Rate	1% Increase
School Teacher's Pension Plan	<u>\$ 128,666,628</u>	<u>\$ 101,879,992</u>	<u>\$ 67,692,590</u>

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

G. Summarized Net Pension Liability, Deferred Outflows and Inflows of Resources and Pension Expense

	City Employees' Pension	Police I and Fire Pension	Police II Pension	Fire II Pension	Public School Employees' Pension	Public School Teachers' Pension	Total
Net Pension Liability	\$ 58,280,698	\$ 235,828,276	\$ 80,185,460	\$ 33,924,670	\$ 16,266,145	\$ 101,879,992	\$ 526,365,241
Deferred Outflows of Resources	19,580,753	6,917,642	34,142,305	22,713,200	9,634,788	20,240,364	113,229,052
Deferred Inflows of Resources	76,180	-	-	1,985,099	188,674	35,266,790	37,516,743
Pension Expense	8,619,407	22,985,544	10,162,639	7,345,439	3,100,315	3,050,110	55,263,454

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 DEFINED BENEFIT PENSION PLANS (CONTINUED)

H. Combining Schedule of Net Position – Pension and OPEB Trust Funds

	Pension				Other School	OPEB	
	Police	Police	City	Fire	Department	OPEB	Total
	Pension I and	Pension II	Employees	Pension II	Department	Trust Fund	
	Fire Pension		Pension		Employees		
<u>Assets</u>							
Cash	\$ 1,817,396	\$ 1,733,417	\$ 1,581,103	\$ 744,081	\$ 3,270,561	\$ -	\$ 9,146,558
Investments, at Fair Value:							
Mutual Funds	33,904,641	115,508,883	76,676,599	55,675,982	50,283,513	222,837	332,272,455
Equity Investments	9,670,668	31,883,153	20,785,315	16,491,832	-	-	78,830,968
Index Funds	15,498,164	53,236,661	34,873,054	25,201,957	-	-	128,809,836
Fixed Income Securities	5,605,763	18,847,207	12,307,240	8,757,344	-	-	45,517,554
Group Annuity Contracts	-	-	-	-	4,019,028	-	4,019,028
Total Assets	66,497,056	221,209,681	146,224,307	106,872,095	57,573,102	222,837	598,599,078
<u>Liabilities</u>							
Accounts Payable and							
Accrued Expenses	78,690	173,770	142,001	91,143	-	-	485,604
<u>Net Position</u>							
Held in Trust for Pension							
Benefits	\$ 66,418,366	\$ 221,035,911	\$ 146,082,306	\$ 106,780,952	\$ 57,573,102	\$ 222,837	\$ 598,113,474

I. Combining Schedule of Changes in Net Position – Pension and OPEB Trust Funds

	Pension				Other School	OPEB	
	Police	Police	City	Fire	Department	OPEB	Total
	Pension I and	Pension II	Employees	Pension II	Department	Trust Fund	
	Fire Pension		Pension		Employees		
<u>Additions</u>							
Contributions:							
Employer	\$ 19,990,062	\$ 5,003,559	\$ 7,814,937	\$ 4,906,175	\$ 406,900	\$ 13,398,953	\$ 51,520,586
Plan Members	17,680	2,500,022	1,821,342	2,452,125	794,539	-	7,585,708
Total Contributions	20,007,742	7,503,581	9,636,279	7,358,300	1,201,439	13,398,953	59,106,294
Investment Income (Loss):							
Investment Income (Losses)	(11,535,819)	(38,646,746)	(25,199,781)	(17,523,465)	(9,356,194)	(26,973)	(102,288,978)
Less Investment Expense	(185,054)	(484,513)	(358,170)	(244,097)	(32,812)	(190)	(1,304,836)
Net Investment Income (Loss)	(11,720,873)	(39,131,259)	(25,557,951)	(17,767,562)	(9,389,006)	(27,163)	(103,593,814)
Total Additions	8,286,869	(31,627,678)	(15,921,672)	(10,409,262)	(8,187,567)	13,371,790	(44,487,520)
<u>Deductions</u>							
Benefits	23,912,083	13,561,246	13,354,384	2,401,717	3,789,775	13,148,953	70,168,158
Administrative Expense	105,544	242,427	192,994	90,864	217,064	-	848,893
Total Deductions	24,017,627	13,803,673	13,547,378	2,492,581	4,006,839	13,148,953	71,017,051
Change in Net Position	(15,730,758)	(45,431,351)	(29,469,050)	(12,901,843)	(12,194,406)	222,837	(115,504,571)
Net Position - Beginning of Year	82,149,124	266,467,262	175,551,356	119,682,795	69,767,508	-	713,618,045
Net Position - End of Year	\$ 66,418,366	\$ 221,035,911	\$ 146,082,306	\$ 106,780,952	\$ 57,573,102	\$ 222,837	\$ 598,113,474

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 DEFINED CONTRIBUTION PLAN

Defined Contribution Plan Description

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

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

Warwick Public Schools recognized pension expense of \$523,543 for the fiscal year ended June 30, 2022.

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

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS

A. Other Postemployment Benefits – City

The City of Warwick OPEB Trust (the Trust)

Plan Description

The City of Warwick OPEB Trust Fund administers a single-employer defined benefit other postemployment healthcare plan. The plan provides medical/drug and dental (police officers only) benefits for eligible retirees and their dependents through the City group health and dental insurance plans, which cover both active and retired members. Benefit provisions are established and amended by union contract, through negotiations between the City and respective unions. The Trust does not issue a separate publicly available financial report.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

Plan Membership

At July 1, 2021, membership consisted of:

	City, Police, and Fire
Active Employees	705
Retired	813
Total	<u>1,518</u>

Funding Policy

Benefits are negotiated between the City and the respective unions. The City is required to contribute the cost of medical/drug and dental benefits, less the amount of any applicable co-payments in effect at the time of retirement.

Actuarial Assumptions and Other Inputs

The total OPEB liability at the June 30, 2022 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.50%
Salary Increases	General: 0.00% to 4.00% (not including inflation) Fire: 0.00% to 10.00% (not including inflation) Police: 0.00% to 10.00% (not including inflation)
Long-term Rate of Return	6.00%
Discount Rate	3.69%
Healthcare Cost Trend Rates	Pre-65: Initial rate of 6.75% declining to an ultimate rate of 4.15% after 12 years Post-65: Initial rate of 5.20% declining to an ultimate rate of 4.15% after 11 years
Mortality	For healthy retirees, the gender-distinct PubG-2010 Healthy Retiree tables by Occupation were used, with male rates multiplied by 115% and female rates multiplied by 111%. Those rates were projected on a fully generational basis using the ultimate mortality improvement rates from the MP-2016 table.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

Investment Policy

The Trust Fund investments are managed by Vanguard Institutional Advisory Services (VIAS) and services are administered by Public Agency Retirement Services. All costs for management and administration are paid by the assets in the Trust Fund. The long-term real rate of return on OPEB investments was determined using the Town's investment policy.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Diversified Index Fund	100.00 %	3.63 %

The annual money-weighted rate of return on OPEB plan investments was (34.49%). The money-weighted rate of return expresses investment performance, net of OPEB plan investment expense, adjusted for the changing amount actually invested.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.69%. The discount rate was selected using a blend of the Municipal Bond Index Rate (3.69% at June 30, 2022) for unfunded periods and the investment rate of return (6.00% at June 30, 2022).

Net OPEB Liability

The components of the net OPEB liability of the City at June 30, 2022, were as follows:

Total OPEB Liability	\$ 397,385,397
Plan Fiduciary Net Position	222,837
City's Net OPEB Liability	<u>\$ 397,162,560</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	<u>0.06%</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

The City's net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.69%) or 1 percentage point higher (4.69%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	<u>\$ 468,966,511</u>	<u>\$ 397,162,560</u>	<u>\$ 341,212,944</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend	1% Increase
Net OPEB Liability	<u>\$ 336,133,453</u>	<u>\$ 397,162,560</u>	<u>\$ 476,799,607</u>

Employer Reporting

	Total OPEB Liability	Plan Net Position	Net OPEB Liability
Balance - June 30, 2021	\$ 405,646,666	\$ -	\$ 405,646,666
Service Cost	20,063,473	-	20,063,473
Interest	8,918,466	-	8,918,466
Difference Between Expected and Actual Experience	92,287,051	-	92,287,051
Changes in Assumptions	(116,381,306)	-	(116,381,306)
Employer Contributions		13,398,953	(13,398,953)
Net Investment Loss		(27,163)	27,163
Benefit Payments	(13,148,953)	(13,148,953)	-
Balance - June 30, 2022	<u>\$ 397,385,397</u>	<u>\$ 222,837</u>	<u>\$ 397,162,560</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.18% in 2021 to 3.69% in 2022.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

A. Other Postemployment Benefits – City (Continued)

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

For the year ended June 30, 2022, the City recognized OPEB expense of \$27,518,111. At June 30, 2022, the City reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 78,254,604	\$ 8,338,445
Changes of Assumptions	17,009,748	93,783,433
Difference Between Expected and Actual Earnings	27,730	-
Total	<u>\$ 95,292,082</u>	<u>\$ 102,121,878</u>

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

<u>Year Ending June 30,</u>	<u>Amount</u>
2023	\$ (1,456,328)
2024	(1,456,328)
2025	(1,456,330)
2026	(1,758,580)
2027	(702,230)
Total	<u>\$ (6,829,796)</u>

B. Other Postemployment Benefits – School

Plan Description

The Warwick School Department administers a single-employer defined benefit other postemployment healthcare plan. The plan provides medical/drug benefits for eligible retirees and their dependents through the City's group health and dental insurance plans, which cover both active and retired members. Benefit provisions are established and amended by union contract, through negotiations between the City and respective unions. All benefits terminate at age 65. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Teaching Employees are eligible for benefits after serving the district for 20 to 30 years depending on their date of hire. Other district employees are required to reach age 62 and have 25 years of service. Teaching employees contribute 20 to 60% for coverage depending on their date of hire. Other employees will contribute 20% for coverage. Spouses of teaching employees are not covered by the plan. Spouses of other district employees will contribute 20% for coverage. Surviving beneficiaries continue to receive access to the district's medical coverage through COBRA after the death of the retired employee. Survivors are required to pay the full cost of benefits.

**CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School

Benefits Provided

Benefits are negotiated between the Warwick School Department and the respective unions. The Warwick School Department is required to contribute the cost of medical/drug and dental benefits, less the amount of any applicable co-payments in effect at the time of retirement. For the year ended June 30, 2022, the plan operated on a pay-as-you-go basis, and no provision has been made to fund future benefits to be provided to plan members. For the fiscal year ended June 30, 2022, the Warwick School Department paid benefits in the amount of \$638,092.

At July 1, 2022, membership consisted of:

	<u>School</u>
Active Employees	1,262
Retired	57
Total	<u><u>1,319</u></u>

Total OPEB Liability

The Warwick School Department's total OPEB liability of \$27,688,549 was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2022 which was rolled back to the measurement date of June 30, 2022.

Actuarial Assumptions and Other Inputs

The total OPEB liability as of June 30, 2022 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.00%
Salary Increases	3.00%
Discount Rate	4.09%
Healthcare Cost Trend Rates	8.0%, decreasing 0.5% per year to an ultimate rate of 5.0%
Mortality	RP-2006 Mortality Table with MP-2019 Projection

The discount rate was based on the S&P Municipal Bond 20-year High Grade Rate Index as of June 30, 2022.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School

Changes in Total OPEB Liability

	Total OPEB Liability
Balance - June 30, 2021	\$ 37,633,631
Service Cost	1,232,401
Interest	813,458
Difference Between Expected and Actual Experience	(3,443,341)
Changes in Assumptions	(7,909,508)
Benefit Payments	(638,092)
Balance - June 30, 2022	<u>\$ 27,688,549</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.18% in 2021 to 4.09% in 2022.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Warwick School Department, as well as what the Warwick School Department's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.09%) or 1 percentage point higher (5.09%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	<u>\$ 31,829,508</u>	<u>\$ 27,688,549</u>	<u>\$ 23,547,589</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Warwick School Department, as well as what the Warwick School Department's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (7.0% decreasing to 4.0%) or 1 percentage point higher (9.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend	1% Increase
Total OPEB Liability	<u>\$ 23,259,659</u>	<u>\$ 27,688,549</u>	<u>\$ 33,033,716</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 15 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

B. Other Postemployment Benefits – School

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

For the year ended June 30, 2022, the Warwick School Department recognized OPEB expense of \$1,157,146. At June 30, 2022, the Warwick School Department reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 7,015,616	\$ 5,896,500
Changes of Assumptions	2,586,784	7,030,674
Total	<u>\$ 9,602,400</u>	<u>\$ 12,927,174</u>

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

<u>Year Ending June 30,</u>	<u>Amount</u>
2023	\$ (888,713)
2024	(888,713)
2025	(888,711)
2026	(566,056)
2027	(566,056)
Thereafter	473,475
Total	<u>\$ (3,324,774)</u>

C. Summarized Total Liability, Deferred Outflows and Inflows of Resources and OPEB Expenses

	<u>City Plan</u>	<u>School Plan</u>	<u>Total</u>
Total OPEB Liability	\$ 397,162,560	\$ 27,688,549	\$ 424,851,109
Deferred Outflows of Resources	95,292,082	9,602,400	104,894,482
Deferred Inflows of Resources	102,121,878	12,927,174	115,049,052
OPEB Expense	27,518,111	1,157,146	28,675,257

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 LEASES (LESSOR)

The City leases certain assets to organizations for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2042 including extensions. During the year ended June 30, 2022, the City recognized \$234,391 and \$26,970 in lease revenue and interest revenue, respectively.

Certain leases provide for increases in future minimum annual rental payments based on defined increases in the Consumer Price Index, subject to certain minimum increases.

Total future minimum lease receipts to be received are as follows:

Fiscal Year Ending June 30,	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2023	\$ 162,522	\$ 20,160	\$ 64,910	\$ 6,148	\$ 253,740
2024	169,088	18,533	66,814	5,501	259,936
2025	176,546	16,839	68,024	4,840	266,249
2026	183,780	15,072	69,263	4,167	272,282
2027	191,057	13,233	16,354	3,659	224,303
2028 - 2032	821,248	38,927	93,764	15,677	969,616
2033 - 2037	395,578	9,846	116,332	10,540	532,296
2038 - 2042	46,349	473	156,011	4,222	207,055
Total Minimum Lease Receipts	<u>\$ 2,146,168</u>	<u>\$ 133,083</u>	<u>\$ 651,472</u>	<u>\$ 54,754</u>	<u>\$ 2,985,477</u>

NOTE 17 SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

Litigation

Liabilities for legal cases and other claims against governmental funds are recorded in the governmental funds when the ultimate liability can be estimated, and such cases are expected to be settled with available expendable financial resources.

At June 30, 2022, the City had several lawsuits pending. The total maximum damages being sought from the City to these cases are not known. In the opinion of the City officials and the City's legal counsel, the City's ultimate liability with respects to these cases, if any, will be immaterial.

Commitments

The City is committed under terms of various construction contracts in the amount of approximately \$40,300,000 as of June 30, 2022.

Grants

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

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 18 RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; and natural disasters. As a result, the City participates in a nonprofit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.), which provides coverage for property/liability claims. Upon joining the Trust, the City signed a participation agreement which outlines the rights and responsibilities of both the Trust and the City. The agreement states that for premiums paid by the City, the Trust will assume financial responsibility for the City's losses up to the maximum amount of insurance purchased, minus the City's deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism, which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its Members. There have been no significant reductions in insurance coverage during the year ended June 30, 2022 as compared to the previous year. The claims incurred did not exceed insurance coverage this year.

The City is self-insured for workers' compensation and is liable for the payment of claims. The claims are administered by a third-party administrator and are funding on a pay-as-you-go basis. The changes in workers' compensation claims liability are as follows:

<u>Year</u>	<u>Beginning Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimate</u>	<u>Claims Payments</u>	<u>Balance Fiscal Year-End</u>
2020-2021	\$ 321,332	\$ 415,491	\$ 346,695	\$ 390,128
2021-2022	390,128	419,028	374,288	434,868

Health Insurance

The School Department participated in a multiemployer cost reimbursement healthcare self-insurance risk pool managed by WB Community Health (WBCH). The School Department pays WBCH monthly premiums based upon "working rates" that are periodically adjusted to reflect changes in actual costs. Funds on deposit with WBCH are made available to pay claims, claim reserves and administrative costs. Claim liabilities are calculated considering the effects of inflation, recent claim and health care trends, and other economic and social factors.

As of July 1, 2021, the City no longer participates in the WBCH self-insured plan and participates in the Rhode Island Interlocal Trust plan which is fully insured.

CITY OF WARWICK, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 18 RISK MANAGEMENT (CONTINUED)

An analysis of claims activity is presented below:

	Liability July 1	Claims and Changes in Estimate	Claims Payments	Liability June 30
School	\$ 1,073,731	\$ 25,045,790	\$ 24,194,596	\$ 1,924,925
City	1,042,438	23,725,136	24,097,164	670,410
2020-2021	<u>\$ 2,116,169</u>	<u>\$ 48,770,926</u>	<u>\$ 48,291,760</u>	<u>\$ 2,595,335</u>
School	\$ 1,924,925	26,262,392	\$ 26,828,099	\$ 1,359,218
City	670,410	-	670,410	-
2021-2022	<u>\$ 2,595,335</u>	<u>\$ 26,262,392</u>	<u>\$ 27,498,509</u>	<u>\$ 1,359,218</u>

NOTE 19 ABATEMENTS

The City enters into tax abatement agreements in conjunction with the City's tax stabilization ordinance for Warwick Intermodal and Historic Districts pursuant to the Rhode Island General Laws 44-3-9. Under the ordinance, the first five years of the tax stabilization period the tax assessment shall be frozen at a base tax rate as determined by the City, beginning in year six the property will pay 90% of the assessed value exempt from tax which decreases each year by 10%.

As of and for the fiscal year ended June 30, 2022, the City's two agreements under the tax stabilization ordinance have not reached year six and therefore no abatements have occurred to date.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
YEAR ENDED JUNE 30, 2022

	Original Budgeted Revenues	Final Budgeted Revenues	Actual Amount (Budgetary Basis)	Variance
REVENUES				
General Property Taxes	\$ 234,919,959	\$ 234,919,959	\$ 237,078,081	\$ 2,158,122
Intergovernmental:				
Telephone Tax	1,009,817	1,009,817	1,003,986	(5,831)
Aid to School Buildings	1,423,468	1,423,468	1,493,985	70,517
Tax in Lieu	1,528,261	1,528,261	1,528,261	-
Motor Vehicle Tax Phase-Out	13,018,239	13,018,239	11,886,329	(1,131,910)
Departmental Grant Income	8,124,962	8,124,962	5,614,561	(2,510,401)
Total Intergovernmental	25,104,747	25,104,747	21,527,122	(3,577,625)
Licenses and Fees:				
Licenses - Police/Miscellaneous	488,235	488,235	602,441	114,206
Municipal Fees	1,110,774	1,110,774	1,278,965	168,191
Building Permits	1,004,150	1,004,150	1,276,690	272,540
Recreational Fees	771,350	771,350	799,053	27,703
Parking Violation and Fines	108,323	108,323	119,689	11,366
Department Processing/Program Fees	482,615	482,615	912,627	430,012
Total Licenses and Fees	3,965,447	3,965,447	4,989,465	1,024,018
Other Revenue:				
Realty Transfer Tax	1,186,960	1,186,960	1,859,750	672,790
Tax Titles	19,270	19,270	72,366	53,096
Interest on Taxes	2,054,906	2,054,906	1,994,916	(59,990)
Interest on Investments/Capital Projects	117,089	117,089	115,782	(1,307)
Housing Authority	145,000	145,000	148,208	3,208
Airport Parking Tax	500,000	500,000	500,000	-
Airport Miscellaneous Income	478,559	478,559	676,476	197,917
Airport Surcharge	715,019	715,019	909,008	193,989
Airport EDC	750,000	750,000	742,618	(7,382)
Municipal Court	204,103	204,103	292,260	88,157
Hotel Tax	1,241,479	1,241,479	1,839,548	598,069
Meal Tax	2,801,253	2,801,253	3,337,675	536,422
School Back Charge - Lease Purchase/Tipping Fee	20,289	20,289	41,495	21,206
Other Revenue	248,513	248,513	703,707	455,194
Enterprise Fund Back Charges	3,005,566	3,005,566	2,718,484	(287,082)
Employee Healthcare Copayments	2,279,226	2,279,226	2,241,794	(37,432)
Total Other Revenue	15,767,232	15,767,232	18,194,087	2,426,855
Total Revenues	279,757,385	279,757,385	281,788,755	2,031,370
OTHER FINANCING SOURCES				
Prior Year Encumbrances	-	554,463	-	(554,463)
Fund Balance Drawdown	5,876,468	5,876,468	-	(5,876,468)
Rescue Service Fees	2,900,000	2,900,000	3,838,355	938,355
Transfers - Other	-	-	248,210	248,210
Transfers - In from Special Detail	575,000	575,000	570,614	(4,386)
Transfers - In from School	43,949,743	43,949,743	43,106,321	(843,422)
Total Other Financing Sources	53,301,211	53,855,674	47,763,500	(6,092,174)
Total Revenues and Other Financing Sources	\$ 333,058,596	\$ 333,613,059	\$ 329,552,255	\$ (4,060,804)

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2022

	Original Budgeted Expenses	Final Budgeted Expenses	Actual Amount (Budgetary Basis)	Variance
EXPENSES				
Executive and Administrative:				
Executive Department	\$ 430,436	\$ 430,704	\$ 423,631	\$ 7,073
Legal Department	448,000	448,000	448,000	-
City Clerk	514,398	515,104	416,777	98,327
Probate Court	138,874	139,001	101,788	37,213
Municipal Court	26,695	27,294	25,134	2,160
Personnel Department	360,370	360,370	350,597	9,773
Subtotal	1,918,773	1,920,473	1,765,927	154,546
Legislative and Citizens Representation:				
Legislative Department	330,386	330,487	207,876	122,611
Board of Canvassers	294,646	294,646	259,460	35,186
Subtotal	625,032	625,133	467,336	157,797
Financial Management:				
Finance Administration	564,103	564,103	500,211	63,892
Treasury	410,834	410,834	433,181	(22,347)
Management Information Services	2,680,923	2,747,635	3,284,574	(536,939)
Purchasing	247,124	247,124	214,644	32,480
City Tax Collection	584,679	584,679	355,935	228,744
City Assessment	889,913	889,933	867,997	21,936
Boards and Commissions	118,950	118,950	116,372	2,578
Subtotal	5,496,526	5,563,258	5,772,914	(209,656)
Debt:				
Principal	7,638,463	7,638,463	7,644,760	(6,297)
Interest	1,470,167	1,470,167	1,504,202	(34,035)
Subtotal	9,108,630	9,108,630	9,148,962	(40,332)
Total Executive and Administrative	17,148,961	17,217,494	17,155,139	62,355
Public Safety Department:				
Animal Shelter	226,132	226,254	221,354	4,900
Police Department	21,361,937	21,446,839	21,613,108	(166,269)
Fire Department	24,863,039	24,983,053	26,600,364	(1,617,311)
Organized Crime/Drug Enforcement Task Force	31,000	31,000	68,151	(37,151)
Alcohol and Highway Safety Enforcement	174,000	188,627	208,133	(19,506)
Police Grants	21,000	21,000	80,250	(59,250)
Fire Grants	324,435	325,410	260,294	65,116
Emergency Management	145,400	110,400	66,791	43,609
Building Inspection and Minimum Housing	956,405	956,456	852,785	103,671
Total Public Safety	48,103,348	48,289,039	49,971,230	(1,682,191)
Recreation	2,032,073	2,102,789	1,901,557	201,232
Public Library	2,981,804	2,981,804	3,030,142	(48,338)

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2022

	Original Budgeted Expenses	Final Budgeted Expenses	Actual Amount (Budgetary Basis)	Variance
EXPENSES (CONTINUED)				
Social Services:				
Human Services Administration	\$ 382,755	\$ 382,755	\$ 350,935	\$ 31,820
Senior Center	532,282	532,282	409,986	122,296
Senior Transportation	283,655	283,655	178,107	105,548
Total Social Services	<u>1,198,692</u>	<u>1,198,692</u>	<u>939,028</u>	<u>259,664</u>
Planning Department	1,887,176	2,026,504	645,986	1,380,518
Community Development	319,504	319,504	177,714	141,790
Tourism, Culture, and Development	641,803	642,964	589,255	53,709
Public Works Department:				
Administrative Division	450,334	210,334	211,010	(676)
Highway Division	3,780,585	3,482,133	3,588,698	(106,565)
Sanitation Division	3,045,852	3,045,852	2,952,573	93,279
Automotive Division	2,694,167	3,196,261	2,855,044	341,217
City Building Maintenance Division	1,386,176	1,495,640	1,209,094	286,546
Engineering Division	1,333,268	1,300,281	1,364,623	(64,342)
Field Maintenance	762,666	762,666	677,714	84,952
Recycling	85,500	131,021	128,826	2,195
Total Public Works Department	<u>13,538,548</u>	<u>13,624,188</u>	<u>12,987,582</u>	<u>636,606</u>
Employee Benefits, Special, and Capital:				
Employee Benefits	30,255,955	30,255,955	28,368,692	1,887,263
Insurance	2,381,242	2,381,242	2,615,793	(234,551)
City Council Claims	10,000	10,000	10,207	(207)
Postage	67,300	67,300	55,847	11,453
Fixed Costs	595,560	598,954	317,162	281,792
Pension	37,978,949	37,978,949	37,711,217	267,732
Total Employee Benefits, Special, and Capital	<u>71,289,006</u>	<u>71,292,400</u>	<u>69,078,918</u>	<u>2,213,482</u>
Total Expenditures	159,140,915	159,695,378	156,476,551	3,218,827
OTHER FINANCING USES				
Operating Transfer to School Unrestricted Fund	173,917,681	173,917,681	173,075,704	841,977
Total Other Financing Uses	<u>173,917,681</u>	<u>173,917,681</u>	<u>173,075,704</u>	<u>841,977</u>
Total Expenditures and Other Financing Uses	<u>\$ 333,058,596</u>	<u>\$ 333,613,059</u>	<u>\$ 329,552,255</u>	<u>\$ 4,060,804</u>

See accompanying Notes to Required Supplementary Information.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF REVENUES AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)
BUDGETARY COMPARISON SCHEDULE – SCHOOL GENERAL FUND
YEAR ENDED JUNE 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance</u>
REVENUES				
State and Federal School Aid	\$ 42,210,335	\$ 42,210,335	\$ 42,240,515	\$ 30,180
Other School Miscellaneous Revenue	1,739,408	1,739,408	865,807	(873,601)
Appropriation from the City	129,967,938	129,967,938	129,969,383	1,445
Re-Appropriated Fund Balance	-	-	-	-
Total Revenues	<u>173,917,681</u>	<u>173,917,681</u>	<u>173,075,705</u>	<u>(841,976)</u>
EXPENDITURES				
Education	<u>173,917,681</u>	<u>173,917,681</u>	<u>173,607,786</u>	<u>309,895</u>
EXCESS OF REVENUE OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (532,081)</u>	<u>\$ (532,081)</u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY DATA AND BUDGETARY COMPLIANCE
YEAR ENDED JUNE 30, 2022

NOTE 1 BUDGETARY TO GAAP BASIS RECONCILIATION

The following reconciliation summarizes the difference for the City's General Fund and the School Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2022:

	General Fund	School Unrestricted Fund
REVENUES AND OTHER FINANCING SOURCES	<u> </u>	<u> </u>
Actual Amounts (Budgetary Basis)	\$ 329,552,255	\$ 173,075,705
Difference - Budget to GAAP:		
Leases	42,237	-
The appropriated fund balance from the Reserve for Education is a budgetary revenue but is not a current year revenue for financial reporting purposes.	(43,106,321)	-
Co-Payment and Enterprise Chargebacks which are budgeted as revenues and reported net of expenses for financial reporting purposes.	(4,960,278)	-
Debt Interest Subsidy	440,920	-
Rescue Service Fund revenue net of transfer to General Fund reported as revenue for GAAP purposes not included in Budget Basis revenues.	107,571	-
The pension contributions made to the Employees Retirement System by the state of Rhode Island on behalf of the City of Warwick is not reported as a budgetary revenue, but is a current year revenue for financial reporting purposes.	<u>-</u>	<u>1,440,464</u>
Total Revenues and Other Financing Sources as Reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	<u><u>\$ 282,076,384</u></u>	<u><u>\$ 174,516,169</u></u>

CITY OF WARWICK, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY DATA AND BUDGETARY COMPLIANCE
YEAR ENDED JUNE 30, 2022

NOTE 1 BUDGETARY TO GAAP BASIS RECONCILIATION (CONTINUED)

EXPENDITURES AND OTHER FINANCING SOURCES	General Fund	School Unrestricted Fund
Actual Amounts (Budgetary Basis)	\$ 329,552,255	\$ 173,607,786
Difference - Budget to GAAP:		
Encumbrances	(2,045,713)	-
Transfer to School Department is reported at gross amount for budget purposes but is reported net of School revenue for GAAP.	(43,106,321)	-
Co-Payment and Enterprise Chargebacks which are budgeted as revenues and reported net of expenses for financial reporting purposes.	(4,960,278)	-
Debt Interest Subsidy	440,920	-
Water Refunding Credit	(10,611)	-
Rescue Service Fund revenue net of transfer to General Fund reported as revenue for GAAP purposes not part of the budgetary basis expenditures.	107,571	-
The pension contributions made to the Employees Retirement System by the state of Rhode Island on behalf of the City of Warwick is not reported as budgetary revenue, but is a current year revenue for financial reporting purposes.	-	1,440,464
Total Expenditures and Other Financing Sources as Reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds	<u>\$ 279,977,823</u>	<u>\$ 175,048,250</u>

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
CITY EMPLOYEES' PENSION PLAN

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 2,852,798	\$ 2,677,781	\$ 3,078,896	\$ 3,006,219	\$ 3,470,808	\$ 3,265,824	\$ 2,604,452	\$ 2,361,164	\$ 1,368,801
Interest	13,180,968	12,784,135	12,508,910	11,922,138	11,508,757	11,177,444	11,143,830	10,681,187	9,817,470
Difference Between Actual and Expected Experience	5,491,893	(158,472)	988,766	5,173,695	1,973,093	-	(552,930)	1,619,642	8,308,519
Assumption Changes	-	3,434,790	-	-	-	-	8,912,895	-	(354,818)
Benefit Payments	(13,354,384)	(12,801,013)	(11,993,649)	(11,285,833)	(10,198,712)	(9,301,086)	(8,862,354)	(8,367,787)	(7,872,056)
Net Change in Total Pension Liability	8,171,275	5,937,221	4,582,923	8,816,219	6,753,946	5,142,182	13,245,893	6,294,206	11,267,916
Total Pension Liability - Beginning	196,191,729	190,254,508	185,671,585	176,855,366	170,101,420	164,959,238	151,713,345	145,419,139	134,151,223
Total Pension Liability - Ending (a)	204,363,004	196,191,729	190,254,508	185,671,585	176,855,366	170,101,420	164,959,238	151,713,345	145,419,139
Plan Fiduciary Net Position:									
Contributions - Employer	7,814,937	7,390,390	7,458,317	6,728,459	6,194,245	5,764,819	5,505,376	5,640,498	5,436,625
Contributions - Employee	1,821,343	1,713,881	1,888,893	1,877,583	1,888,875	1,765,310	1,620,427	1,579,755	1,572,702
Net Investment Income (Loss)	(25,557,952)	43,662,282	1,646,993	5,339,193	11,247,563	14,263,989	(1,578,910)	2,695,082	15,609,969
Benefit Payments	(13,354,384)	(12,801,013)	(11,993,649)	(11,285,833)	(10,198,712)	(9,301,086)	(8,862,354)	(8,367,787)	(7,872,056)
Administrative Expense	(192,994)	(82,951)	(17,932)	(28,655)	(21,413)	(34,671)	(33,370)	(34,244)	(28,582)
Other	-	-	-	-	10,591	-	-	-	-
Net Change in Plan Fiduciary Net Position	(29,469,050)	39,882,589	(1,017,378)	2,630,747	9,121,149	12,458,361	(3,348,831)	1,513,304	14,718,658
Plan Fiduciary Net Position - Beginning	175,551,356	135,668,767	136,686,145	134,055,398	124,934,249	112,475,888	115,824,719	114,311,415	99,592,757
Plan Fiduciary Net Position - Ending (b)	146,082,306	175,551,356	135,668,767	136,686,145	134,055,398	124,934,249	112,475,888	115,824,719	114,311,415
Net Pension Liability (a - b)	<u>\$ 58,280,698</u>	<u>\$ 20,640,373</u>	<u>\$ 54,585,741</u>	<u>\$ 48,985,440</u>	<u>\$ 42,799,968</u>	<u>\$ 45,167,171</u>	<u>\$ 52,483,350</u>	<u>\$ 35,888,626</u>	<u>\$ 31,107,724</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.5%	89.5%	71.3%	73.6%	75.8%	73.4%	68.2%	76.3%	78.6%
Covered Payroll	\$ 19,172,032	\$ 18,044,347	\$ 20,987,700	\$ 20,862,031	\$ 23,610,939	\$ 22,066,375	\$ 20,255,338	\$ 20,072,947	\$ 18,391,191
Net Pension Liability as a Percentage of Covered Payroll	304.0%	114.4%	260.1%	234.8%	181.3%	204.7%	259.1%	178.8%	169.1%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they come available.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE I AND FIRE PENSION PLAN

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 59,102	\$ 80,267	\$ 120,433	\$ 203,421	\$ 653,640	\$ 810,009	\$ 936,610	\$ 1,005,457	\$ 1,276,922
Interest	19,838,179	19,639,083	19,749,130	19,695,012	19,565,475	19,645,595	20,076,965	20,085,394	22,543,132
Difference Between Actual and Expected Experience	7,024,034	(5,067,311)	2,461,445	4,520,679	4,604,032	-	1,862	(1,195,853)	(10,108,652)
Assumption Changes	-	12,235,759	-	-	-	-	16,534,846	-	(26,630,682)
Benefit Payments	(23,912,083)	(24,069,172)	(23,748,457)	(23,444,600)	(22,027,916)	(21,067,877)	(20,192,173)	(19,753,740)	(19,675,904)
Net Change in Total Pension Liability	3,009,232	2,818,626	(1,417,449)	974,512	2,795,231	(612,273)	17,358,110	141,258	(32,595,184)
Total Pension Liability - Beginning	299,237,410	296,418,784	297,836,233	296,861,721	294,066,490	294,678,763	277,320,653	277,179,395	309,774,579
Total Pension Liability - Ending (a)	302,246,642	299,237,410	296,418,784	297,836,233	296,861,721	294,066,490	294,678,763	277,320,653	277,179,395
Plan Fiduciary Net Position:									
Contributions - Employer	19,990,062	19,455,048	18,935,407	18,427,881	17,934,399	17,465,464	17,378,897	16,039,998	15,206,485
Contributions - Employee	17,680	30,470	39,822	54,725	175,440	219,770	266,831	284,810	321,061
Net Investment Income (Loss)	(11,720,873)	19,509,520	533,271	2,753,392	5,911,507	9,138,696	(929,819)	1,380,201	9,803,078
Benefit Payments	(23,912,083)	(24,069,172)	(23,748,457)	(23,444,600)	(22,027,916)	(21,067,877)	(20,192,173)	(19,753,740)	(19,675,904)
Administrative Expense	(105,544)	(61,386)	(29,185)	(31,059)	(22,453)	(38,823)	(29,322)	(29,576)	(24,335)
Other	-	-	-	55,057	11,061	670	-	-	-
Net Change in Plan Fiduciary Net Position	(15,730,758)	14,864,480	(4,269,142)	(2,184,604)	1,982,038	5,717,900	(3,505,586)	(2,078,307)	5,630,385
Plan Fiduciary Net Position - Beginning	82,149,124	67,284,644	71,553,786	73,738,390	71,756,352	66,038,452	69,544,038	71,622,345	65,991,960
Plan Fiduciary Net Position - Ending (b)	66,418,366	82,149,124	67,284,644	71,553,786	73,738,390	71,756,352	66,038,452	69,544,038	71,622,345
Net Pension Liability (a - b)	<u>\$ 235,828,276</u>	<u>\$ 217,088,286</u>	<u>\$ 229,134,140</u>	<u>\$ 226,282,447</u>	<u>\$ 223,123,331</u>	<u>\$ 222,310,138</u>	<u>\$ 228,640,311</u>	<u>\$ 207,776,615</u>	<u>\$ 205,557,050</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	22.0%	27.5%	22.7%	24.0%	24.8%	24.4%	22.4%	25.1%	25.8%
Covered Payroll	\$ 252,571	\$ 435,286	\$ 568,886	\$ 781,786	\$ 2,506,287	\$ 3,139,571	\$ 3,811,871	\$ 4,068,714	\$ 4,154,657
Net Pension Liability as a Percentage of Covered Payroll	93371.1%	49872.6%	40277.7%	28944.3%	8902.5%	7080.9%	5998.1%	5106.7%	4947.6%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they come available.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE II PENSION PLAN

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 3,974,498	\$ 4,706,043	\$ 4,613,386	\$ 4,718,763	\$ 4,693,492	\$ 4,744,240	\$ 3,884,441	\$ 3,770,366	\$ 3,762,837
Interest	19,344,379	18,006,298	17,296,153	16,581,550	15,998,841	15,258,836	14,589,705	13,811,883	13,520,113
Difference Between Actual and Expected Experience	6,396,994	799,252	320,431	244,425	(2,080,926)	-	329,603	738,684	(1,806,121)
Assumption Changes	-	9,216,906	-	-	-	-	15,898,398	-	(3,961,813)
Benefit Payments	(13,561,246)	(12,410,626)	(11,570,529)	(10,716,458)	(9,658,734)	(8,861,372)	(8,245,091)	(7,768,947)	(7,488,066)
Net Change in Total Pension Liability	16,154,625	20,317,873	10,659,441	10,828,280	8,952,673	11,141,704	26,457,056	10,551,986	4,026,950
Total Pension Liability - Beginning	285,066,746	264,748,873	254,089,432	243,261,152	234,308,479	223,166,775	196,709,719	186,157,733	182,130,783
Total Pension Liability - Ending (a)	301,221,371	285,066,746	264,748,873	254,089,432	243,261,152	234,308,479	223,166,775	196,709,719	186,157,733
Plan Fiduciary Net Position:									
Contributions - Employer	5,003,559	4,920,611	4,610,514	4,483,039	4,179,364	3,938,725	3,853,855	3,828,534	3,322,236
Contributions - Employee	2,500,022	2,564,911	2,347,752	2,171,138	2,089,682	2,008,027	1,931,974	1,914,267	1,661,118
Net Investment Income (Loss)	(39,131,258)	63,503,368	2,217,681	8,225,502	16,368,484	22,689,311	(2,481,497)	4,075,102	24,147,499
Benefit Payments	(13,561,246)	(12,410,626)	(11,570,529)	(10,716,458)	(9,658,734)	(8,861,372)	(8,245,091)	(7,768,947)	(7,488,066)
Administrative Expense	(242,428)	(115,465)	(8,863)	(47,871)	(19,924)	(28,474)	(37,409)	(39,395)	-
Other	-	-	150,000	-	500	-	-	-	(24,100)
Net Change in Plan Fiduciary Net Position	(45,431,351)	58,462,799	(2,253,445)	4,115,350	12,959,372	19,746,217	(4,978,168)	2,009,561	21,618,687
Plan Fiduciary Net Position - Beginning	266,467,262	208,004,463	210,257,908	206,142,558	193,183,186	173,436,969	178,415,137	176,405,576	154,786,889
Plan Fiduciary Net Position - Ending (b)	221,035,911	266,467,262	208,004,463	210,257,908	206,142,558	193,183,186	173,436,969	178,415,137	176,405,576
Net Pension Liability (a - b)	<u>\$ 80,185,460</u>	<u>\$ 18,599,484</u>	<u>\$ 56,744,410</u>	<u>\$ 43,831,524</u>	<u>\$ 37,118,594</u>	<u>\$ 41,125,293</u>	<u>\$ 49,729,806</u>	<u>\$ 18,294,582</u>	<u>\$ 9,752,157</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	73.4%	93.5%	78.6%	82.7%	84.7%	82.4%	77.7%	90.7%	94.8%
Covered Payroll	\$ 14,174,388	\$ 15,068,983	\$ 14,358,499	\$ 15,696,281	\$ 13,820,649	\$ 13,791,394	\$ 13,269,052	\$ 12,781,663	\$ 12,494,306
Net Pension Liability as a Percentage of Covered Payroll	565.7%	123.4%	395.2%	279.2%	268.6%	298.2%	374.8%	143.1%	78.1%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they come available.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
FIRE II PENSION PLAN

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 5,634,288	\$ 5,606,602	\$ 5,620,680	\$ 5,507,825	\$ 4,844,310	\$ 4,563,165	\$ 3,946,558	\$ 3,534,726	\$ 3,435,947
Interest	8,711,018	7,803,142	6,804,383	6,048,701	5,250,580	4,654,274	4,125,110	3,572,193	3,205,452
Benefit Changes	-	-	-	-	2,321,185	-	-	-	-
Difference Between Actual and Expected Experience	4,104,726	(2,087,914)	3,775,843	758,031	(135,069)	-	(577,982)	482,842	(62,953)
Assumption Changes	-	3,940,260	-	-	-	-	5,201,487	-	(1,341,914)
Benefit Payments	<u>(2,401,717)</u>	<u>(1,843,767)</u>	<u>(1,598,747)</u>	<u>(1,243,444)</u>	<u>(843,743)</u>	<u>(587,618)</u>	<u>(449,467)</u>	<u>(397,441)</u>	<u>(394,626)</u>
Net Change in Total Pension Liability	16,048,315	13,418,323	14,602,159	11,071,113	11,437,263	8,629,821	12,245,706	7,192,320	4,841,906
Total Pension Liability - Beginning	<u>124,657,307</u>	<u>111,238,984</u>	<u>96,636,825</u>	<u>85,565,712</u>	<u>74,128,449</u>	<u>65,498,628</u>	<u>53,252,922</u>	<u>46,060,602</u>	<u>41,218,696</u>
Total Pension Liability - Ending (a)	140,705,622	124,657,307	111,238,984	96,636,825	85,565,712	74,128,449	65,498,628	53,252,922	46,060,602
Plan Fiduciary Net Position:									
Contributions - Employer	4,906,175	4,574,311	4,282,728	3,646,246	3,561,858	3,149,947	2,973,277	2,943,088	2,903,462
Contributions - Employee	2,452,125	2,308,382	2,141,361	1,823,301	1,780,929	1,574,973	1,486,639	1,471,544	1,451,731
Net Investment Income (Loss)	(17,767,563)	27,534,636	1,143,368	3,401,921	4,543,343	7,834,412	(930,262)	782,789	5,483,041
Benefit Payments	(2,401,717)	(1,843,767)	(1,598,747)	(1,243,444)	(843,743)	(587,618)	(449,467)	(397,441)	(394,626)
Administrative Expense	<u>(90,863)</u>	<u>(34,528)</u>	<u>(24,917)</u>	<u>(11,083)</u>	<u>(18,000)</u>	<u>(20,875)</u>	<u>(8,926)</u>	<u>(8,697)</u>	<u>(4,315)</u>
Net Change in Plan Fiduciary Net Position	(12,901,843)	32,539,034	5,943,793	7,616,941	9,024,387	11,950,839	3,071,261	4,791,283	9,439,293
Plan Fiduciary Net Position - Beginning	<u>119,682,795</u>	<u>87,143,761</u>	<u>81,199,968</u>	<u>73,583,027</u>	<u>64,558,640</u>	<u>52,607,801</u>	<u>49,536,540</u>	<u>44,745,257</u>	<u>35,305,964</u>
Plan Fiduciary Net Position - Ending (b)	<u>106,780,952</u>	<u>119,682,795</u>	<u>87,143,761</u>	<u>81,199,968</u>	<u>73,583,027</u>	<u>64,558,640</u>	<u>52,607,801</u>	<u>49,536,540</u>	<u>44,745,257</u>
Net Pension Liability (a - b)	<u>\$ 33,924,670</u>	<u>\$ 4,974,512</u>	<u>\$ 24,095,223</u>	<u>\$ 15,436,857</u>	<u>\$ 11,982,685</u>	<u>\$ 9,569,809</u>	<u>\$ 12,890,827</u>	<u>\$ 3,716,382</u>	<u>\$ 1,315,345</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.9%	96.0%	78.3%	84.0%	86.0%	87.1%	80.3%	93.0%	97.1%
Covered Payroll	\$ 17,172,471	\$ 15,955,044	\$ 16,004,215	\$ 15,696,281	\$ 15,267,285	\$ 14,188,946	\$ 13,393,144	\$ 12,602,432	\$ 11,769,201
Net Pension Liability as a Percentage of Covered Payroll	197.6%	31.2%	150.6%	98.3%	78.5%	67.4%	96.2%	29.5%	11.2%

Note: The fiscal year 2019 Net Investment Income and Net Pension Liability amounts were restated as a result of the restatement of pension trust funds.

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they come available.

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN CITY'S NET PENSION LIABILITY AND RELATED RATIOS
WARWICK PUBLIC SCHOOLS EMPLOYEES' PENSION PLAN

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service Cost	\$ 1,289,052	\$ 1,288,330	\$ 1,221,621	\$ 1,148,322	\$ 1,101,378	\$ 1,085,156	\$ 1,182,332	\$ 1,153,661	\$ 1,233,904
Interest	4,614,936	4,393,115	4,213,696	3,985,397	3,727,866	3,405,815	3,239,682	3,013,821	2,683,152
Difference Between Actual and Expected Experience	2,629,091	1,395,609	515,079	655,019	1,105,363	2,093,032	(363,953)	342,058	664,117
Assumption Changes	151,628	(186,566)	(157,290)	2,375,125	85,298	81,200	113,452	-	67,700
Benefit Payments	(3,789,775)	(3,426,102)	(2,984,641)	(2,514,114)	(2,265,755)	(1,901,797)	(1,506,891)	(1,122,881)	(1,035,956)
Net Change in Total Pension Liability	4,894,932	3,464,386	2,808,465	5,649,749	3,754,150	4,763,406	2,664,622	3,386,659	3,612,917
Total Pension Liability - Beginning	68,944,315	65,479,929	62,671,464	57,021,715	53,267,565	48,504,159	45,839,537	42,452,878	38,839,961
Total Pension Liability - Ending (a)	73,839,247	68,944,315	65,479,929	62,671,464	57,021,715	53,267,565	48,504,159	45,839,537	42,452,878
Plan Fiduciary Net Position:									
Contributions - Employer	406,900	559,592	50,050	2,286,461	1,152,310	2,044,880	1,968,941	1,752,679	2,160,500
Contributions - Employee	748,165	783,020	796,308	742,348	721,712	803,054	732,245	766,137	743,492
Net Investment Income (Loss)	(9,342,632)	14,839,413	2,255,272	4,037,778	4,797,201	5,414,063	936,885	1,487,522	3,977,291
Benefit Payments	(3,789,775)	(3,426,102)	(2,984,641)	(2,514,114)	(2,265,755)	(1,901,797)	(1,506,891)	(1,122,881)	(1,035,956)
Administrative Expense	(217,064)	(225,103)	(254,773)	(180,897)	(200,111)	(205,899)	(173,084)	(95,056)	(83,496)
Net Change in Plan Fiduciary Net Position	(12,194,406)	12,530,820	(137,784)	4,371,576	4,205,357	6,154,301	1,958,096	2,788,401	5,761,831
Plan Fiduciary Net Position - Beginning	69,767,508	57,236,688	57,374,472	53,002,896	48,797,539	42,643,238	40,685,142	37,896,741	32,134,910
Plan Fiduciary Net Position - Ending (b)	57,573,102	69,767,508	57,236,688	57,374,472	53,002,896	48,797,539	42,643,238	40,685,142	37,896,741
Net Pension Liability (Asset) (a - b)	<u>\$ 16,266,145</u>	<u>\$ (823,193)</u>	<u>\$ 8,243,241</u>	<u>\$ 5,296,992</u>	<u>\$ 4,018,819</u>	<u>\$ 4,470,026</u>	<u>\$ 5,860,921</u>	<u>\$ 5,154,395</u>	<u>\$ 4,556,137</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	78.0%	101.2%	87.4%	91.5%	93.0%	91.6%	87.9%	88.8%	89.3%
Covered Payroll	\$ 14,234,073	\$ 13,624,438	\$ 13,529,580	\$ 12,952,620	\$ 13,435,984	\$ 12,914,407	\$ 12,567,847	\$ 13,918,915	\$ 13,335,646
Net Pension Liability as a Percentage of Covered Payroll	114.3%	-6.0%	60.9%	40.9%	29.9%	34.6%	46.6%	37.0%	34.2%

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they come available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
CITY EMPLOYEES' PENSION PLAN**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 7,814,937	\$ 7,390,390	\$ 7,458,317	\$ 6,728,459	\$ 6,194,245	\$ 5,764,819	\$ 5,505,376	\$ 5,640,498	\$ 5,436,625
Actual Contribution Made in Relation to the Actuarially Determined Contribution	7,814,937	7,390,390	7,458,317	6,728,459	6,194,245	5,764,819	5,505,376	5,640,498	5,436,625
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 19,172,032	\$ 18,044,347	\$ 20,987,700	\$ 20,862,031	\$ 23,610,939	\$ 23,610,939	\$ 20,255,338	\$ 20,072,947	\$ 18,391,191
Contributions as a Percentage of Covered Payroll	40.8%	41.0%	35.5%	32.3%	26.2%	24.4%	27.2%	28.1%	29.6%

Notes to Schedule of Contributions

Valuation Date

July 1, 2020

Notes

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

Fair Market Value

Inflation

2.50%

Salary Increases

3.00% to 7.00% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

The schedule is intended to show information for 10 years. Additional years will be displayed as the become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
POLICE I AND FIRE PENSION PLAN**

	2021	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 19,990,062	\$ 19,455,048	\$ 18,935,407	\$ 18,427,881	\$ 17,934,399	\$ 17,465,464	\$ 17,378,897	\$ 16,039,998	\$ 15,206,485
Actual Contribution Made in Relation to the Actuarially Determined Contribution	19,990,062	19,455,048	18,935,407	18,427,881	17,934,399	17,465,464	17,378,897	16,039,998	15,206,485
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 252,571	\$ 432,286	\$ 568,886	\$ 781,786	\$ 2,506,287	\$ 3,139,571	\$ 3,811,871	\$ 4,068,714	\$ 4,154,657
Contributions as a Percentage of Covered Payroll	7914.6%	4500.5%	3328.5%	2357.2%	715.6%	556.3%	455.9%	394.2%	366.0%

Notes to Schedule of Contributions

Valuation Date

Notes

July 1, 2020

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

Fair Market Value

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

The schedule is intended to show information for 10 years. Additional years will be displayed as the become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
POLICE II PENSION PLAN**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 5,003,559	\$ 4,920,611	\$ 4,610,514	\$ 4,483,039	\$ 4,179,364	\$ 3,938,725	\$ 3,853,855	\$ 3,828,534	\$ 3,322,236
Actual Contribution Made in Relation to the Actuarially Determined Contribution	5,003,559	4,920,611	4,610,514	4,483,039	4,179,364	3,938,725	3,853,855	3,828,534	3,322,236
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 14,174,388	\$ 15,068,983	\$ 14,358,499	\$ 14,286,295	\$ 13,820,649	\$ 13,791,394	\$ 13,269,052	\$ 12,781,663	\$ 12,494,306
Contributions as a Percentage of Covered Payroll	35.3%	32.7%	32.1%	31.4%	30.2%	28.6%	29.0%	30.0%	26.6%

Notes to Schedule of Contributions

Valuation Date

July 1, 2020

Notes

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

Fair Market Value

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

The schedule is intended to show information for 10 years. Additional years will be displayed as the become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
FIRE II PENSION PLAN**

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 4,906,175	\$ 4,584,284	\$ 4,282,728	\$ 3,646,246	\$ 3,561,858	\$ 3,149,947	\$ 2,973,277	\$ 2,943,088	\$ 2,903,462
Actual Contribution Made in Relation to the Actuarially Determined Contribution	4,906,175	4,584,284	4,282,728	3,646,246	3,561,858	3,149,947	2,973,277	2,943,088	2,903,462
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 17,172,471	\$ 15,955,044	\$ 16,004,215	\$ 15,696,281	\$ 15,696,281	\$ 14,188,946	\$ 13,393,144	\$ 12,602,432	\$ 11,769,201
Contributions as a Percentage of Covered Payroll	28.6%	28.7%	26.8%	23.2%	22.7%	22.2%	22.2%	23.4%	24.7%

Notes to Schedule of Contributions

Valuation Date

Notes

July 1, 2020

Actuarially determined contribution rates are calculated as of June 30, effective for the fiscal year that begins 12 months after the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

For funding purposes, the Entry Age Normal Actuarial Cost Method is used.

Asset Valuation Method

Fair Market Value

Inflation

2.50%

Salary Increases

3.50% to 13.50% including inflation

Investment Rate of Return

6.90%

Retirement Age

Experienced-based table of rates that are specific to the type of eligibility condition.

Mortality

(Male) 115% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16
(Female) 111% of PUB(10) Median table for Healthy General Employees Males, projected with Scale Ultimate MP16

Other Information:

Notes

There were no benefit changes during the year.

The schedule is intended to show information for 10 years. Additional years will be displayed as the become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
WARWICK PUBLIC SCHOOLS EMPLOYEES' PENSION PLAN**

	2021	2020	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution	\$ 940,968	\$ 966,492	\$ 1,130,306	\$ 1,000,253	\$ 1,109,882	\$ 1,156,709	\$ 1,161,346	\$ 1,092,021	\$ 1,236,062
Actual Contribution Made in Relation to the Actuarially Determined Contribution	406,900	559,592	50,050	2,286,461	1,152,310	2,044,880	1,968,941	1,752,679	2,160,500
Contribution Deficiency (Excess)	<u>\$ 534,068</u>	<u>\$ 406,900</u>	<u>\$ 1,080,256</u>	<u>\$ (1,286,208)</u>	<u>\$ (42,428)</u>	<u>\$ (888,171)</u>	<u>\$ (807,595)</u>	<u>\$ (660,658)</u>	<u>\$ (924,438)</u>
Covered Payroll	\$ 14,234,073	\$ 13,529,580	\$ 13,529,580	\$ 12,952,620	\$ 13,435,984	\$ 12,914,407	\$ 12,567,847	\$ 13,918,915	\$ 13,335,646
Contributions as a Percentage of Covered Payroll	2.9%	4.1%	0.4%	17.7%	8.6%	15.8%	15.7%	12.6%	16.2%

Notes to Schedule of Contributions

Valuation Date

July 1, 2020

Notes

Actuarially determined contribution rates are calculated as of the beginning of the fiscal year, July 1, the valuation date.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	For funding purposes, the Entry Age Normal Actuarial Cost Method is used.
Amortization Method	Level percentage of payroll
Asset Valuation Method	Fair Market Value
Salary Increases	4.50% for pre-age 50, 2.5% for post-age 50
Investment Rate of Return	6.75%
Retirement Age	30% at Age 62, 15% per year for Ages 63 through 64, 100% at Age 65.
Mortality	PubG-2010(B) with Generational Mortality Improvement
Disabled Mortality	PubG-2010 Disabled Retiree Mortality with Generation Mortality Improvement

Other Information:

Notes

There were no benefit changes during the year.

The schedule is intended to show information for 10 years. Additional years will be displayed as the become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF INVESTMENT RETURNS
CITY PENSION AND OPEB PLANS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense:									
Police I and Fire Pension Plan	(14.6)%	30.0 %	0.8 %	4.2 %	8.5 %	14.2 %	(1.9)%	0.5 %	15.4 %
Police II Pension Plan	(14.9)	30.9	1.1	4.2	8.6	13.2	(1.4)	2.3	15.7
Fire II Pension Plan	(14.6)	30.9	1.4	4.4	6.8	14.4	(1.8)	1.3	14.8
City Employees Pension Plan	(14.8)	32.8	1.2	4.2	9.1	12.8	(1.4)	2.1	15.7
Warwick Public School Employees' Pension Plan	(13.7)	26.3	4.0	7.5	9.7	12.6	2.3	2.0	17.2
City OPEB Plan	(34.9)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM – TEACHERS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially Determined Contribution	\$ 12,641,040	\$ 12,218,833	\$ 11,800,882	\$ 11,027,679	\$ 10,176,528	\$ 10,619,358	\$ 10,888,514	\$ 10,546,876
Actual Contribution Made in Relation to the Actuarially Determined Contribution	<u>12,641,040</u>	<u>12,218,833</u>	<u>11,800,882</u>	<u>11,027,679</u>	<u>10,176,528</u>	<u>10,619,358</u>	<u>10,888,514</u>	<u>10,546,876</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 85,528,011	\$ 82,671,401	\$ 83,598,027	\$ 78,624,319	\$ 76,861,994	\$ 80,571,760	\$ 79,304,545	\$ 78,649,336
Contributions as a Percentage of Covered Payroll	14.8%	14.8%	14.1%	14.0%	13.2%	13.2%	13.7%	13.4%

Notes

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

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM – TEACHERS

	Fiscal Year Measurement Date	2022 June 30, 2021	2021 June 30, 2020	2020 June 30, 2019	2019 June 30, 2018	2018 June 30, 2017	2017 June 30, 2016	2016 June 30, 2015	2015 June 30, 2014
Employer's Proportion of the Net Pension Liability		4.324%	4.324%	4.330%	4.413%	4.264%	4.708%	4.840%	5.003%
Employer's Proportionate Share of the Net Pension Liability		\$ 101,879,992	\$ 138,142,866	\$ 138,160,441	\$ 140,219,615	\$ 134,499,571	\$ 140,460,773	\$ 133,250,179	\$ 121,776,253
State's Proportionate Share of the Net Pension Liability		<u>75,553,147</u>	<u>102,643,533</u>	<u>103,496,476</u>	<u>104,593,761</u>	<u>101,649,361</u>	<u>96,195,004</u>	<u>91,032,340</u>	<u>83,507,586</u>
Total Net Pension Liability		<u>\$ 177,433,139</u>	<u>\$ 240,786,399</u>	<u>\$ 241,656,917</u>	<u>\$ 244,813,376</u>	<u>\$ 236,148,932</u>	<u>\$ 236,655,777</u>	<u>\$ 224,282,519</u>	<u>\$ 205,283,839</u>
Employer's Covered Payroll		\$ 85,528,011	\$ 82,671,401	\$ 78,624,319	\$ 76,861,994	\$ 80,571,760	\$ 79,304,545	\$ 78,649,336	\$ 76,683,103
Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll		119.12%	167.10%	175.72%	182.43%	166.93%	177.12%	169.42%	158.80%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		54.60%	54.60%	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%

Notes

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

CITY OF WARWICK, RHODE ISLAND
SCHEDULE OF CHANGES IN NET/TOTAL OPEB LIABILITY AND RELATED RATIOS

	2021	2021	2020	2019	2018
<u>City Plan</u>					
Total OPEB Liability:					
Service Cost	\$ 20,063,473	\$ 10,717,987	\$ 10,622,337	\$ 10,159,859	\$ 10,631,235
Interest	8,918,466	10,009,065	9,953,310	10,320,288	10,463,940
Differences Between Expected and Actual Experience	92,287,051	(1,928,670)	7,774,043	(3,523,060)	(14,109,697)
Changes in Assumptions and Other Inputs	(116,381,306)	17,553,766	4,621,734	5,992,743	-
Benefit Payments	<u>(13,148,953)</u>	<u>(13,972,245)</u>	<u>(12,908,231)</u>	<u>(12,129,308)</u>	<u>(11,482,709)</u>
Net Change in Total OPEB Liability	(8,261,269)	22,379,903	20,063,193	10,820,522	(4,497,231)
Total OPEB Liability - Beginning	<u>405,646,666</u>	<u>383,266,763</u>	<u>363,203,570</u>	<u>352,383,048</u>	<u>356,880,279</u>
Total OPEB Liability - Ending	397,385,397	<u>\$ 405,646,666</u>	<u>\$ 383,266,763</u>	<u>\$ 363,203,570</u>	<u>\$ 352,383,048</u>
Plan Fiduciary Net Position:					
Contributions - Employer	13,398,953				
Net Investment Income (Loss)	(27,163)				
Benefit Payments	<u>(13,148,953)</u>				
Net Change in Plan Fiduciary Net Position	222,837				
Plan Fiduciary Net Position - Beginning	<u>-</u>				
Plan Fiduciary Net Position - Ending (b)	<u>222,837</u>				
Net OPEB Liability (Asset) (a - b)	<u>\$ 397,162,560</u>				
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.06%				
Covered-Employee Payroll	\$ 50,771,462	\$ 52,560,591	\$ 52,396,661	\$ 51,864,261	\$ 49,203,459
Net/Total OPEB Liability as a percentage of covered-employee payroll	782.3%	771.8%	731.5%	700.3%	716.2%
<u>School Plan</u>					
Total OPEB Liability:					
Service Cost	\$ 1,232,401	\$ 859,637	\$ 873,977	\$ 843,281	\$ 2,069,696
Interest	813,458	691,204	744,953	763,073	1,573,178
Changes in Benefit Terms	-	-	-	(27,448,651)	-
Differences Between Expected and Actual Experience	(3,443,341)	8,291,182	(2,059,373)	(409,717)	(2,581,254)
Changes in Assumptions and Other Inputs	(7,909,508)	2,122,587	423,444	671,700	-
Benefit Payments	<u>(638,092)</u>	<u>(632,191)</u>	<u>(765,203)</u>	<u>(782,810)</u>	<u>(812,604)</u>
Net Change in Total OPEB Liability	(9,945,082)	11,332,419	(782,202)	(26,363,124)	249,016
Total OPEB Liability - Beginning	<u>37,633,631</u>	<u>26,301,212</u>	<u>27,083,414</u>	<u>53,446,538</u>	<u>53,197,522</u>
Total OPEB Liability - Ending	<u>\$ 27,688,549</u>	<u>\$ 37,633,631</u>	<u>\$ 26,301,212</u>	<u>\$ 27,083,414</u>	<u>\$ 53,446,538</u>
Covered-Employee Payroll	\$ 91,483,414	\$ 96,759,805	\$ 88,671,896	\$ 93,240,089	\$ 95,717,334
Total OPEB Liability as a percentage of covered-employee payroll	30.3%	38.9%	29.7%	29.0%	55.8%

Note: The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

**CITY OF WARWICK, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022**

Special Revenue Restricted City Funds – These funds are used to account for revenues from specific taxes or other earmarked revenue sources which by law are designated to finance particular functions or activities of government, and which therefore cannot be diverted to other uses.

School Restricted Funds – Funds established to account for federal, state, and private grant monies used for the benefit of the Warwick School Department.

Capital Project Funds - The Capital Project Funds account for all resources used for the acquisition and/or construction of capital facilities by the City, except those financed by the Enterprise Funds.

Debt Service Fund - The Debt Service Fund is used to account for the balance of funds restricted for the repayment of debt service.

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022**

	Special Revenue Restricted City	Special Revenue Restricted School	Capital Project Funds	Debt Service Fund	Total
ASSETS					
Cash and Cash Equivalents	\$ 1,503,843	\$ 519,720	\$ 578,951	\$ -	\$ 2,602,514
Cash Held by Fiscal Agent	-	-	4,965,014	-	4,965,014
Restricted Cash and Cash Equivalents	-	-	1,001,648	5,711,552	6,713,200
Receivables, Net of Allowance for Uncollectible Amounts:					
Intergovernmental	1,776,594	15,408,023	2,126,154	-	19,310,771
Loan Receivable	2,513,805	-	-	-	2,513,805
Departmental and Other	245,600	51,591	7,000	-	304,191
Due from Other Funds	3,037,596	1,518,698	2,564,431	-	7,120,725
Other Assets	-	178,300	-	-	178,300
Total Assets	<u>\$ 9,077,438</u>	<u>\$ 17,676,332</u>	<u>\$ 11,243,198</u>	<u>\$ 5,711,552</u>	<u>\$ 43,708,520</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable and Accrued Expenditures	\$ 185,607	\$ 561,991	\$ 700,809	\$ -	\$ 1,448,407
Accrued Payroll and Related Liabilities	75,697	-	-	-	75,697
Due to Federal and State Governments	63	-	-	-	63
Due to Other Funds	727,360	15,238,043	1,118,610	-	17,084,013
Unearned Revenues	3,000	-	-	-	3,000
Other Liabilities	383,231	-	-	-	383,231
Total Liabilities	<u>1,374,958</u>	<u>15,800,034</u>	<u>1,819,419</u>	<u>-</u>	<u>18,994,411</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenues - Other	<u>4,364,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,364,142</u>
Total Deferred Inflows of Resources	<u>4,364,142</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,364,142</u>
FUND BALANCES					
Nonspendable	-	176,703	-	-	176,703
Restricted	4,055,590	2,054,719	9,423,779	5,711,552	21,245,640
Unassigned	<u>(717,252)</u>	<u>(355,124)</u>	<u>-</u>	<u>-</u>	<u>(1,072,376)</u>
Total Fund Balances	<u>3,338,338</u>	<u>1,876,298</u>	<u>9,423,779</u>	<u>5,711,552</u>	<u>20,349,967</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,077,438</u>	<u>\$ 17,676,332</u>	<u>\$ 11,243,198</u>	<u>\$ 5,711,552</u>	<u>\$ 43,708,520</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022**

	Special Revenue Restricted City	Special Revenue Restricted School	Capital Project Funds	Debt Service Fund	Total
REVENUES					
Intergovernmental Revenues	\$ 1,718,990	\$ 21,643,988	\$ 18,887	\$ -	\$ 23,381,865
Charges for Services	1,070,207	123,068	-	-	1,193,275
Other Revenue	28,052	-	2,201,696	-	2,229,748
Investment Income	394	4	959	2,684	4,041
Contributions and Private Grants	155,754	779,304	-	-	935,058
Total Revenues	2,973,397	22,546,364	2,221,542	2,684	27,743,987
EXPENDITURES					
Executive and Administration	91,447	-	-	-	91,447
Public Safety	586,444	-	2,970,329	-	3,556,773
Public Libraries	169,798	-	-	-	169,798
Social Services	9,606	-	-	-	9,606
Planning and Economic Development	845,367	-	-	-	845,367
Public Works	-	-	2,893,922	-	2,893,922
Education	-	22,218,751	167,446	-	22,386,197
Total Expenditures	1,702,662	22,218,751	6,031,697	-	29,953,110
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,270,735	327,613	(3,810,155)	2,684	(2,209,123)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	507,500	507,500
Transfer Out	(570,614)	-	(315,869)	-	(886,483)
Total Other Financing Sources (Uses)	(570,614)	-	6,184,131	507,500	6,121,017
NET CHANGE IN FUND BALANCES	700,121	327,613	2,373,976	510,184	3,911,894
Fund Balances - Beginning of Year	2,638,217	1,548,685	7,049,803	5,201,368	16,438,073
FUND BALANCES - END OF YEAR	<u>\$ 3,338,338</u>	<u>\$ 1,876,298</u>	<u>\$ 9,423,779</u>	<u>\$ 5,711,552</u>	<u>\$ 20,349,967</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
SPECIAL REVENUE RESTRICTED CITY
JUNE 30, 2022**

	Special Detail Fund	City Clerk Restricted Fund	Emergency Operations City	Warwick Public Library Restricted Fund	Open Space Land Dedication	Sewer Connection Grant	Excess Hotel Tax Fund	Mooring Fee Reserve Fund	Opioid Operations	Senior Center Gift Shop
ASSETS										
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 99,112	\$ -	\$ 11,275	\$ 147,818	\$ 246,069	\$ -	\$ 36,323
Receivables, Net of Uncollectibles:										
Departmental and Other	245,600	-	-	-	-	-	-	-	-	-
Loans Receivable	-	-	-	-	-	-	-	-	1,604,737	-
Intergovernmental	-	-	-	-	-	-	-	-	643,839	-
Due from Other Funds	275,062	1,043,050	128,657	73,328	467,946	19,287	-	16,503	-	-
Total Assets	<u>\$ 520,662</u>	<u>\$ 1,043,050</u>	<u>\$ 128,657</u>	<u>\$ 172,440</u>	<u>\$ 467,946</u>	<u>\$ 30,562</u>	<u>\$ 147,818</u>	<u>\$ 262,572</u>	<u>\$ 2,248,576</u>	<u>\$ 36,323</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable and Accrued Expenditures	\$ -	\$ 8,308	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,876
Accrued Payroll and Related Liabilities	75,697	-	-	-	-	-	-	-	-	-
Due to Federal and State Governments	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-	10,108
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Other Liabilities	-	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>75,697</u>	<u>8,308</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,984</u>
DEFERRED INFLOWS OF RESOURCES										
Unavailable Revenue - Other	<u>245,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,604,737</u>	<u>-</u>
FUND BALANCES										
Restricted	199,365	1,034,742	128,657	172,440	467,946	30,562	147,818	262,572	643,839	24,339
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>199,365</u>	<u>1,034,742</u>	<u>128,657</u>	<u>172,440</u>	<u>467,946</u>	<u>30,562</u>	<u>147,818</u>	<u>262,572</u>	<u>643,839</u>	<u>24,339</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 520,662</u>	<u>\$ 1,043,050</u>	<u>\$ 128,657</u>	<u>\$ 172,440</u>	<u>\$ 467,946</u>	<u>\$ 30,562</u>	<u>\$ 147,818</u>	<u>\$ 262,572</u>	<u>\$ 2,248,576</u>	<u>\$ 36,323</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED CITY
JUNE 30, 2022**

	Police JAG Grant	Assistance to Firefighters Grant	Federal Asset Forfeiture Fund	State Asset Forfeiture Fund	Community Development Block Grant	HUD Disaster Recovery Grant	FEMA COVID	Employee Benefit Trust Fund	Treasurer's Agent	Neighbors Helping Neighbors	Total
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ 46,228	\$ 113,570	\$ 286,882	\$ -	\$ -	\$ 111,109	\$ 402,869	\$ 2,588	\$ 1,503,843
Receivables, Net of Uncollectibles:											
Departmental and Other	-	-	-	-	-	-	-	-	-	-	245,600
Loans Receivable					2,513,805	-	-	-	-	-	2,513,805
Intergovernmental	-	-	-	-	171,857	-	-	-	-	-	1,776,594
Due from Other Funds	-	-	40,319	10,381	-	-	-	36,538	276,165	6,521	3,037,596
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,547</u>	<u>\$ 123,951</u>	<u>\$ 2,972,544</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 147,647</u>	<u>\$ 679,034</u>	<u>\$ 9,109</u>	<u>\$ 9,077,438</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES											
LIABILITIES											
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ 1,100	\$ -	\$ 171,857	\$ -	\$ -	\$ -	\$ 2,466	\$ -	\$ 185,607
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-	-	75,697
Due to Federal and State Governments	-	-	-	-	63	-	-	-	-	-	63
Due to Other Funds	81,129	9,987	-	-	-	-	626,136	-	-	-	727,360
Unearned Revenue	-	-	-	-	-	-	-	-	3,000	-	3,000
Other Liabilities	-	-	-	4,044	-	-	-	-	379,187	-	383,231
Total Liabilities	<u>81,129</u>	<u>9,987</u>	<u>1,100</u>	<u>4,044</u>	<u>171,920</u>	<u>-</u>	<u>626,136</u>	<u>-</u>	<u>384,653</u>	<u>-</u>	<u>1,374,958</u>
DEFERRED INFLOWS OF RESOURCES											
Unavailable Revenue - Other	-	-	-	-	2,513,805	-	-	-	-	-	4,364,142
FUND BALANCES											
Restricted	-	-	85,447	119,907	286,819	-	-	147,647	294,381	9,109	4,055,590
Unassigned	(81,129)	(9,987)	-	-	-	-	(626,136)	-	-	-	(717,252)
Total Fund Balances	<u>(81,129)</u>	<u>(9,987)</u>	<u>85,447</u>	<u>119,907</u>	<u>286,819</u>	<u>-</u>	<u>(626,136)</u>	<u>147,647</u>	<u>294,381</u>	<u>9,109</u>	<u>3,338,338</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,547</u>	<u>\$ 123,951</u>	<u>\$ 2,972,544</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 147,647</u>	<u>\$ 679,034</u>	<u>\$ 9,109</u>	<u>\$ 9,077,438</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE RESTRICTED CITY
YEAR ENDED JUNE 30, 2022

	Special Detail Fund	City Clerk Restricted Fund	Emergency Operations City	Warwick Public Library Restricted Fund	Open Space Land Dedication	Sewer Connection Grant	Excess Hotel Tax Fund	Mooring Fee Reserve Fund	Opiod Operations	Senior Center Gift Shop
REVENUES										
Charges for Services	\$ 693,822	\$ 120,937	\$ -	\$ -	\$ 78,765	\$ 22,000	\$ -	\$ -	\$ -	\$ 2,140
Intergovernmental	-	-	-	68,359	-	-	-	-	643,839	-
Contributions and Private Grants	-	-	-	79,690	-	-	-	-	-	-
Investment Income	-	-	-	135	-	4	54	89	-	13
Other Revenue	-	-	-	-	-	-	-	-	-	250
Total Revenues	693,822	120,937	-	148,184	78,765	22,004	54	89	643,839	2,403
EXPENDITURES										
Executive and Administration	-	60,979	-	-	-	-	-	-	-	-
Public Safety	153,104	-	-	-	-	-	-	-	-	-
Public Libraries	-	-	-	169,798	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-	-	9,606
Planning and Economic Development	-	-	-	-	-	8,000	-	-	-	-
Total Expenditures	153,104	60,979	-	169,798	-	8,000	-	-	-	9,606
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	540,718	59,958	-	(21,614)	78,765	14,004	54	89	643,839	(7,203)
OTHER FINANCING SOURCES (USES)										
Transfers In	-	-	-	-	-	-	-	-	-	-
Transfers Out	(570,614)	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(570,614)	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	(29,896)	59,958	-	(21,614)	78,765	14,004	54	89	643,839	(7,203)
Fund Balances - Beginning of Year	229,261	974,784	128,657	194,054	389,181	16,558	147,764	262,483	-	31,542
FUND BALANCES - END OF YEAR	<u>\$ 199,365</u>	<u>\$ 1,034,742</u>	<u>\$ 128,657</u>	<u>\$ 172,440</u>	<u>\$ 467,946</u>	<u>\$ 30,562</u>	<u>\$ 147,818</u>	<u>\$ 262,572</u>	<u>\$ 643,839</u>	<u>\$ 24,339</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED CITY
YEAR ENDED JUNE 30, 2022

	Police JAG Grant	Assistance to Firefighters Grant	Federal Asset Forfeiture Fund	State Asset Forfeiture Fund	Community Development Block Grant	HUD Disaster Recovery Grant	FEMA COVID	Employee Benefit Trust Fund	Treasurer's Agent	Neighbors Helping Neighbors	Total
REVENUES											
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 152,543	\$ -	\$ 1,070,207
Intergovernmental	14,962	99,870	33,015	64,887	763,270	30,788	-	-	-	-	1,718,990
Contributions and Private Grants	-	-	-	-	-	-	-	44,119	20,976	10,969	155,754
Investment Income	-	-	17	41	-	-	-	40	-	1	394
Other Revenue	-	-	-	-	27,802	-	-	-	-	-	28,052
Total Revenues	14,962	99,870	33,032	64,928	791,072	30,788	-	44,159	173,519	10,970	2,973,397
EXPENDITURES											
Executive and Administration	-	-	-	-	-	-	-	20,398	-	10,070	91,447
Public Safety	26,958	109,857	38,502	2,792	-	-	-	-	255,231	-	586,444
Public Libraries	-	-	-	-	-	-	-	-	-	-	169,798
Social Services	-	-	-	-	-	-	-	-	-	-	9,606
Planning and Economic Development	-	-	-	-	806,579	30,788	-	-	-	-	845,367
Total Expenditures	26,958	109,857	38,502	2,792	806,579	30,788	-	20,398	255,231	10,070	1,702,662
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(11,996)	(9,987)	(5,470)	62,136	(15,507)	-	-	23,761	(81,712)	900	1,270,735
OTHER FINANCING SOURCES (USES)											
Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-	-	-	(570,614)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	(570,614)
NET CHANGE IN FUND BALANCES	(11,996)	(9,987)	(5,470)	62,136	(15,507)	-	-	23,761	(81,712)	900	700,121
Fund Balances - Beginning of Year	(69,133)	-	90,917	57,771	302,326	-	(626,136)	123,886	376,093	8,209	2,638,217
FUND BALANCES - END OF YEAR	<u>\$ (81,129)</u>	<u>\$ (9,987)</u>	<u>\$ 85,447</u>	<u>\$ 119,907</u>	<u>\$ 286,819</u>	<u>\$ -</u>	<u>\$ (626,136)</u>	<u>\$ 147,647</u>	<u>\$ 294,381</u>	<u>\$ 9,109</u>	<u>\$ 3,338,338</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	IDEA	IDEA Preschool	Title I	Title II	Title III	Title IV	Perkins Voc	Homeless Child/Youth	Fresh Fruit/Veg Program
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	44,664	-	-
Intergovernmental	2,841,248	75,240	648,966	465,497	24,677	306,206	315,694	-	12,687
Due from Other Funds	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 2,841,248</u>	<u>\$ 75,240</u>	<u>\$ 648,966</u>	<u>\$ 465,497</u>	<u>\$ 24,677</u>	<u>\$ 306,206</u>	<u>\$ 360,358</u>	<u>\$ -</u>	<u>\$ 12,687</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ 7,690	\$ 3,219	\$ 2,324	\$ 12,000	\$ 23	\$ 21,000	\$ 89,048	\$ 52	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	2,833,558	72,021	646,642	453,497	24,654	285,206	231,856	53,905	16,684
Total Liabilities	<u>2,841,248</u>	<u>75,240</u>	<u>648,966</u>	<u>465,497</u>	<u>24,677</u>	<u>306,206</u>	<u>320,904</u>	<u>53,957</u>	<u>16,684</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	39,454	-	-
Unassigned	-	-	-	-	-	-	-	(53,957)	(3,997)
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,454</u>	<u>(53,957)</u>	<u>(3,997)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,841,248</u>	<u>\$ 75,240</u>	<u>\$ 648,966</u>	<u>\$ 465,497</u>	<u>\$ 24,677</u>	<u>\$ 306,206</u>	<u>\$ 360,358</u>	<u>\$ -</u>	<u>\$ 12,687</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	School Lunch Equipment	Gen-Assembly Skills USA	RI Arts Big Yellow Bus	Arts Dalmation Toll Gate	Big Yellow Bus Vets	Emergency Repairs - Tech	Career and Tech Repairs	CTE Categorical	CTE Reserve
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	16,824	3,240	3,040	580	350,942	31,950	236,887	64,353
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 16,824</u>	<u>\$ 3,240</u>	<u>\$ 3,040</u>	<u>\$ 580</u>	<u>\$ 350,942</u>	<u>\$ 31,950</u>	<u>\$ 236,887</u>	<u>\$ 64,353</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ 1,050	\$ -	\$ -	\$ -	\$ -	\$ 2,781	\$ 4,480
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>1,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,781</u>	<u>4,480</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	16,824	2,190	3,040	580	350,942	31,950	234,106	59,873
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>16,824</u>	<u>2,190</u>	<u>3,040</u>	<u>580</u>	<u>350,942</u>	<u>31,950</u>	<u>234,106</u>	<u>59,873</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 16,824</u>	<u>\$ 3,240</u>	<u>\$ 3,040</u>	<u>\$ 580</u>	<u>\$ 350,942</u>	<u>\$ 31,950</u>	<u>\$ 236,887</u>	<u>\$ 64,353</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	CTE Trust	Full Day Kindergarten	English Learner Categorical	Learning Champions	CS4RI Teals Innovation Office Grant	Champlin Audio/Video	Champlin Winman	Champlin Aldrich Gorton	Feinstein
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	1,000
Intergovernmental	-	-	1,321	-	-	-	-	-	-
Due from Other Funds	1,373	880	-	-	6,587	29,665	-	3,306	186,194
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,373</u>	<u>\$ 880</u>	<u>\$ 1,321</u>	<u>\$ -</u>	<u>\$ 6,587</u>	<u>\$ 29,665</u>	<u>\$ -</u>	<u>\$ 3,306</u>	<u>\$ 187,194</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 319
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	1,321	1,076	-	-	977	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>1,321</u>	<u>1,076</u>	<u>-</u>	<u>-</u>	<u>977</u>	<u>-</u>	<u>319</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	1,373	880	-	-	6,587	29,665	-	3,306	186,875
Unassigned	-	-	-	(1,076)	-	-	(977)	-	-
Total Fund Balances	<u>1,373</u>	<u>880</u>	<u>-</u>	<u>(1,076)</u>	<u>6,587</u>	<u>29,665</u>	<u>(977)</u>	<u>3,306</u>	<u>186,875</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,373</u>	<u>\$ 880</u>	<u>\$ 1,321</u>	<u>\$ -</u>	<u>\$ 6,587</u>	<u>\$ 29,665</u>	<u>\$ -</u>	<u>\$ 3,306</u>	<u>\$ 187,194</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	Feinstein Holliman	Feinstein Scott-Comm Fund	Lowes Charitable Fund	United Way	Toshiba Grant Science	Gen Youth Foundation Oak Beach	Staples Foundation	Shapiro Fund for Warwick	Kula Foundation
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	924	634	589	1,579	10,221	242	3,817	6
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 924</u>	<u>\$ 634</u>	<u>\$ 589</u>	<u>\$ 1,579</u>	<u>\$ 10,221</u>	<u>\$ 242</u>	<u>\$ 3,817</u>	<u>\$ 6</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	525	-	-	-	-	-	-	-	-
Total Liabilities	<u>525</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	924	634	589	1,579	10,221	242	3,817	6
Unassigned	(525)	-	-	-	-	-	-	-	-
Total Fund Balances	<u>(525)</u>	<u>924</u>	<u>634</u>	<u>589</u>	<u>1,579</u>	<u>10,221</u>	<u>242</u>	<u>3,817</u>	<u>6</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 924</u>	<u>\$ 634</u>	<u>\$ 589</u>	<u>\$ 1,579</u>	<u>\$ 10,221</u>	<u>\$ 242</u>	<u>\$ 3,817</u>	<u>\$ 6</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	Target	Education Development Center	Dorothy Rich Association	RI Interlocal Trust	Signs of Enlightenment Toll Gate	Shaw Grant	Stop & Shop	Carter Family Spark Grant	Cedar Hill Library Books
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Due from Other Funds	1,018	1,444	314	10,052	1,792	500	10,160	645	42
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,018</u>	<u>\$ 1,444</u>	<u>\$ 314</u>	<u>\$ 10,052</u>	<u>\$ 1,792</u>	<u>\$ 500</u>	<u>\$ 10,160</u>	<u>\$ 645</u>	<u>\$ 42</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	-	-	-
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	1,018	1,444	314	10,052	1,792	500	10,160	645	42
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>1,018</u>	<u>1,444</u>	<u>314</u>	<u>10,052</u>	<u>1,792</u>	<u>500</u>	<u>10,160</u>	<u>645</u>	<u>42</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,018</u>	<u>\$ 1,444</u>	<u>\$ 314</u>	<u>\$ 10,052</u>	<u>\$ 1,792</u>	<u>\$ 500</u>	<u>\$ 10,160</u>	<u>\$ 645</u>	<u>\$ 42</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	PTO Donations	C.A.S.I.T Italian Program	James Manson Memorial	Workforce Partnership of Greater RI	Esther Chester Donation	Mary Mani Memorial Fund	Carol Gray Memorial Fund	Patricia St. Amant Afterschool
ASSETS								
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:								
Departmental and Other	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Due from Other Funds	3,912	4,918	4,439	-	-	50	23	12,003
Other Assets	-	-	-	-	178,300	-	-	-
Total Assets	<u>\$ 3,912</u>	<u>\$ 4,918</u>	<u>\$ 4,439</u>	<u>\$ -</u>	<u>\$ 178,300</u>	<u>\$ 50</u>	<u>\$ 23</u>	<u>\$ 12,003</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ 1,030	\$ -	\$ -	\$ -	\$ 1,456
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	6,213	1,597	-	-	-
Total Liabilities	-	-	-	7,243	1,597	-	-	1,456
FUND BALANCES								
Nonspendable	-	-	-	-	176,703	-	-	-
Restricted	3,912	4,918	4,439	-	-	50	23	10,547
Unassigned	-	-	-	(7,243)	-	-	-	-
Total Fund Balances	<u>3,912</u>	<u>4,918</u>	<u>4,439</u>	<u>(7,243)</u>	<u>176,703</u>	<u>50</u>	<u>23</u>	<u>10,547</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,912</u>	<u>\$ 4,918</u>	<u>\$ 4,439</u>	<u>\$ -</u>	<u>\$ 178,300</u>	<u>\$ 50</u>	<u>\$ 23</u>	<u>\$ 12,003</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	Day One Your Voice Your Data	City/Town Contribution Sports	Injury Fund	Donations Performing Arts	Donations Instructional Supplies	Holliman Yearbook	Technology Self Insurance	School Food Service Fund	Johnny Rockets
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,530	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	25	-	1,288	-	789	3,638	-
Intergovernmental	-	-	-	-	-	-	-	330,914	-
Due from Other Funds	1,000	7,988	234	9,739	30,376	1,211	-	424,614	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,000</u>	<u>\$ 7,988</u>	<u>\$ 259</u>	<u>\$ 9,739</u>	<u>\$ 31,664</u>	<u>\$ 1,211</u>	<u>\$ 789</u>	<u>\$ 760,696</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 538	\$ -	\$ -	\$ 361,045	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	233,151	-	54,965
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>538</u>	<u>-</u>	<u>233,151</u>	<u>361,045</u>	<u>54,965</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	1,000	7,988	259	9,739	31,126	1,211	-	399,651	-
Unassigned	-	-	-	-	-	-	(232,362)	-	(54,965)
Total Fund Balances	<u>1,000</u>	<u>7,988</u>	<u>259</u>	<u>9,739</u>	<u>31,126</u>	<u>1,211</u>	<u>(232,362)</u>	<u>399,651</u>	<u>(54,965)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,000</u>	<u>\$ 7,988</u>	<u>\$ 259</u>	<u>\$ 9,739</u>	<u>\$ 31,664</u>	<u>\$ 1,211</u>	<u>\$ 789</u>	<u>\$ 760,696</u>	<u>\$ -</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	Donations Instructional Materials	Donations Sports	School Climate Transformation	Champlin Toll Gate	Cares Act ESSER Program	ESSER II Back to School	ESSER II Extended Learning	ESSER II Math Support
ASSETS								
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:								
Departmental and Other	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	103,513	1,252,672	75,809	297
Due from Other Funds	1,000	1,000	2,908	19	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 103,513</u>	<u>\$ 1,252,672</u>	<u>\$ 75,809</u>	<u>\$ 297</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	103,065	1,252,672	75,809	297
Total Liabilities	-	-	-	-	103,065	1,252,672	75,809	297
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	1,000	1,000	2,908	19	448	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	<u>1,000</u>	<u>1,000</u>	<u>2,908</u>	<u>19</u>	<u>448</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 103,513</u>	<u>\$ 1,252,672</u>	<u>\$ 75,809</u>	<u>\$ 297</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	ESSER II Student Transitions	ESSER III Back to School	ESSER III Other Priority	Title IV-A	ESSER III Student Transitions	ELC Covid Screening	ESSER II Other Priority	Food Service	Emergency Connectivity Fund
ASSETS									
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables, Net of Uncollectibles:									
Departmental and Other	-	-	-	-	-	-	-	-	-
Intergovernmental	70,631	3,617,966	4,304,436	21,250	86,009	233,368	4,202	11,304	456,752
Due from Other Funds	-	-	-	-	-	-	-	11,052	-
Other Assets	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 70,631</u>	<u>\$ 3,617,966</u>	<u>\$ 4,304,436</u>	<u>\$ 21,250</u>	<u>\$ 86,009</u>	<u>\$ 233,368</u>	<u>\$ 4,202</u>	<u>\$ 22,356</u>	<u>\$ 456,752</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Expenditures	\$ -	\$ 30,877	\$ 4,000	\$ 17,250	\$ -	\$ 58	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-
Due to Other Funds	70,631	3,587,089	4,300,436	4,000	86,009	233,310	4,202	-	456,752
Total Liabilities	<u>70,631</u>	<u>3,617,966</u>	<u>4,304,436</u>	<u>21,250</u>	<u>86,009</u>	<u>233,368</u>	<u>4,202</u>	<u>-</u>	<u>456,752</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	22,356	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,356</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 70,631</u>	<u>\$ 3,617,966</u>	<u>\$ 4,304,436</u>	<u>\$ 21,250</u>	<u>\$ 86,009</u>	<u>\$ 233,368</u>	<u>\$ 4,202</u>	<u>\$ 22,356</u>	<u>\$ 456,752</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
JUNE 30, 2022**

	STEM/STEAM Grant	Library Services	ESSER II Digital Divide	SBA Capital Fund	Comprehensive Literacy Grant	No Kid Hungry Grant	NE Dairy & Food Council	Jeannette Cram Scholarship	Student Activity Funds	Total
ASSETS										
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,594	\$ 494,596	\$ 519,720
Receivables, Net of Uncollectibles:										
Departmental and Other	187	-	-	-	-	-	-	-	-	51,591
Intergovernmental	11,810	-	-	-	135,554	-	-	-	-	15,408,023
Due from Other Funds	-	-	-	-	-	5,000	7,104	-	10,308	1,518,698
Other Assets	-	-	-	-	-	-	-	-	-	178,300
Total Assets	<u>\$ 11,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 135,554</u>	<u>\$ 5,000</u>	<u>\$ 7,104</u>	<u>\$ 23,594</u>	<u>\$ 504,904</u>	<u>\$ 17,676,332</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable and Accrued Expenditures	\$ 1,650	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 101	\$ 561,991
Accrued Payroll and Related Liabilities	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	<u>10,347</u>	<u>22</u>	<u>-</u>	<u>-</u>	<u>135,554</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,238,043</u>
Total Liabilities	<u>11,997</u>	<u>22</u>	<u>-</u>	<u>-</u>	<u>135,554</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101</u>	<u>15,800,034</u>
FUND BALANCES										
Nonspendable	-	-	-	-	-	-	-	-	-	176,703
Restricted	-	-	-	-	-	5,000	7,104	23,594	504,803	2,054,719
Unassigned	<u>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(355,124)</u>
Total Fund Balances	<u>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>7,104</u>	<u>23,594</u>	<u>504,803</u>	<u>1,876,298</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 11,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 135,554</u>	<u>\$ 5,000</u>	<u>\$ 7,104</u>	<u>\$ 23,594</u>	<u>\$ 504,904</u>	<u>\$ 17,676,332</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	IDEA	IDEA Preschool	Title I	Title II	Title III	Title IV	Perkins Voc	Homeless Child/Youth	Fresh Fruit/Veg Program
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,842,335	74,837	1,789,512	465,496	24,677	301,456	315,529	37,001	61,050
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	<u>2,842,335</u>	<u>74,837</u>	<u>1,789,512</u>	<u>465,496</u>	<u>24,677</u>	<u>301,456</u>	<u>315,529</u>	<u>37,001</u>	<u>61,050</u>
EXPENDITURES									
Salaries	1,845,971	50,195	1,014,832	300,233	2,143	105,023	-	53,930	-
Employee Benefits	834,557	18,381	510,936	106,810	584	6,043	251	4,126	-
Purchased Services	46,380	-	145,465	40,463	7,134	121,666	36,880	1,114	61,050
Supplies and Materials	4,487	3,499	26,458	-	6,357	51,000	63,953	2,025	-
Capital Equipment and Property	1,073	-	23,574	-	7,630	8,572	210,550	-	-
Indirect	109,867	2,762	68,247	17,990	659	11,502	-	-	-
Miscellaneous	-	-	-	-	170	2,400	3,895	-	-
Total Expenditures	<u>2,842,335</u>	<u>74,837</u>	<u>1,789,512</u>	<u>465,496</u>	<u>24,677</u>	<u>306,206</u>	<u>315,529</u>	<u>61,195</u>	<u>61,050</u>
NET CHANGE IN FUND BALANCES	-	-	-	-	-	(4,750)	-	(24,194)	-
Fund Balances - Beginning of Year	-	-	-	-	-	4,750	39,454	(29,763)	(3,997)
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 39,454</u>	<u>\$ (53,957)</u>	<u>\$ (3,997)</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	School Lunch Equipment	Gen-Assembly Skills USA	RI Arts Big Yellow Bus - Sher	Arts Dalmation Toll Gate	Big Yellow Bus Vets	Emergency Repairs - Tech	Career and Tech Repairs	CTE Categorical	CTE Reserve
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	5,725	14,000	1,400	-	-	-	-	79,406	53,095
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	<u>5,725</u>	<u>14,000</u>	<u>1,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,406</u>	<u>53,095</u>
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	2,000	1,400	-	-	-	-	7,944	-
Supplies and Materials	-	6,202	-	-	-	-	-	75,453	-
Capital Equipment and Property	5,725	-	-	-	-	-	38,487	105,595	33,272
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	1,800	-
Total Expenditures	<u>5,725</u>	<u>8,202</u>	<u>1,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,487</u>	<u>190,792</u>	<u>33,272</u>
NET CHANGE IN FUND BALANCES	-	5,798	-	-	-	-	(38,487)	(111,386)	19,823
Fund Balances - Beginning of Year	-	11,026	2,190	3,040	580	350,942	70,437	345,492	40,050
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ 16,824</u>	<u>\$ 2,190</u>	<u>\$ 3,040</u>	<u>\$ 580</u>	<u>\$ 350,942</u>	<u>\$ 31,950</u>	<u>\$ 234,106</u>	<u>\$ 59,873</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	CTE Trust	Full Day Kindergarten	English Learner Categorical	Learning Champions	CS4RI Teals Innovation Office Grant	Champlin Audio/Video	Champlin Winman	Champlin Aldrich Gorton	Feinstein
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	15,994	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	29,685	-	-	81,163
Total Revenues	-	-	15,994	-	-	29,685	-	-	81,163
EXPENDITURES									
Salaries	-	-	8,145	-	-	-	-	-	-
Employee Benefits	-	-	600	-	-	-	-	-	7
Purchased Services	-	-	7,249	-	-	-	-	-	7,699
Supplies and Materials	-	-	-	-	-	1,716	-	-	35,580
Capital Equipment and Property	-	-	-	-	-	2,301	-	-	12,207
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	15,994	-	-	4,017	-	-	55,493
NET CHANGE IN FUND BALANCES	-	-	-	-	-	25,668	-	-	25,670
Fund Balances - Beginning of Year	1,373	880	-	(1,076)	6,587	3,997	(977)	3,306	161,205
FUND BALANCES - END OF YEAR	<u>\$ 1,373</u>	<u>\$ 880</u>	<u>\$ -</u>	<u>\$ (1,076)</u>	<u>\$ 6,587</u>	<u>\$ 29,665</u>	<u>\$ (977)</u>	<u>\$ 3,306</u>	<u>\$ 186,875</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	Feinstein Holliman	Feinstein Scott-Comm Fund	Lowes Charitable Fund	United Way	Toshiba Grant Science	Gen Youth Foundation Oak Beach	Staples Foundation	Shapiro Fund for Warwick	Kula Foundation
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	1,200	-
Total Revenues	-	-	-	-	-	-	-	1,200	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	-	-	-	-	-	-	1,200	-
Supplies and Materials	-	-	-	-	-	-	-	-	-
Capital Equipment and Property	-	-	-	-	-	-	-	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	-	1,200	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	(525)	924	634	589	1,579	10,221	242	3,817	6
FUND BALANCES - END OF YEAR	<u><u>\$ (525)</u></u>	<u><u>\$ 924</u></u>	<u><u>\$ 634</u></u>	<u><u>\$ 589</u></u>	<u><u>\$ 1,579</u></u>	<u><u>\$ 10,221</u></u>	<u><u>\$ 242</u></u>	<u><u>\$ 3,817</u></u>	<u><u>\$ 6</u></u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	Target	Education Development Center	Dorothy Rich Association	RI Interlocal Trust	Signs of Enlightenment Toll Gate	Shaw Grant	Stop & Shop	Carter Family Spark Grant	Cedar Hill Library Books
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	5,601	-	-
Total Revenues	-	-	-	-	-	-	5,601	-	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-
Purchased Services	-	-	-	-	-	-	-	-	-
Supplies and Materials	223	-	-	-	-	-	4,389	-	-
Capital Equipment and Property	-	-	-	-	-	-	-	-	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	223	-	-	-	-	-	4,389	-	-
NET CHANGE IN FUND BALANCES	(223)	-	-	-	-	-	1,212	-	-
Fund Balances - Beginning of Year	1,241	1,444	314	10,052	1,792	500	8,948	645	42
FUND BALANCES - END OF YEAR	<u>\$ 1,018</u>	<u>\$ 1,444</u>	<u>\$ 314</u>	<u>\$ 10,052</u>	<u>\$ 1,792</u>	<u>\$ 500</u>	<u>\$ 10,160</u>	<u>\$ 645</u>	<u>\$ 42</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	PTO Donations	C.A.S.I.T Italian Program	James Manson Memorial	Workforce Partnership of Greater RI	Esther Chester Donation	Mary Mani Memorial Fund	Carol Gray Memorial Fund	Patricia St. Amant Afterschool
REVENUES								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Investment Income	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	14,462	-	-	-	9,780
Total Revenues	-	-	-	14,462	-	-	-	9,780
EXPENDITURES								
Salaries	-	-	-	14,784	-	-	-	1,200
Employee Benefits	-	-	-	1,406	-	-	-	-
Purchased Services	-	-	-	-	-	-	-	2,400
Supplies and Materials	-	120	-	7,414	-	-	-	2,256
Capital Equipment and Property	-	-	-	-	-	-	-	-
Indirect	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Total Expenditures	-	120	-	23,604	-	-	-	5,856
NET CHANGE IN FUND BALANCES	-	(120)	-	(9,142)	-	-	-	3,924
Fund Balances - Beginning of Year	3,912	5,038	4,439	1,899	176,703	50	23	6,623
FUND BALANCES - END OF YEAR	<u>\$ 3,912</u>	<u>\$ 4,918</u>	<u>\$ 4,439</u>	<u>\$ (7,243)</u>	<u>\$ 176,703</u>	<u>\$ 50</u>	<u>\$ 23</u>	<u>\$ 10,547</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	Day One Your Voice Your Data	City/Town Contribution Sports	Injury Fund	Donations Performing Arts	Donations Instructional Supplies	Holliman Yearbook	Technology Self Insurance	School Food Service Fund	Johnny Rockets
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,068	\$ -
Intergovernmental	-	-	-	-	-	-	-	4,558,937	-
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	2,067	-	25,092	-	10,063	-	-
Total Revenues	-	-	2,067	-	25,092	-	10,063	4,682,005	-
EXPENDITURES									
Salaries	-	-	-	-	-	-	-	96,899	-
Employee Benefits	-	-	-	-	-	-	-	25,539	-
Purchased Services	-	-	-	271	-	-	-	3,323,983	66,255
Supplies and Materials	-	-	-	-	6,612	-	-	331	-
Capital Equipment and Property	-	-	-	-	-	-	-	817,165	-
Indirect	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	2,067	-	-	-	-	15,935	-
Total Expenditures	-	-	2,067	271	6,612	-	-	4,279,852	66,255
NET CHANGE IN FUND BALANCES	-	-	-	(271)	18,480	-	10,063	402,153	(66,255)
Fund Balances - Beginning of Year	1,000	7,988	259	10,010	12,646	1,211	(242,425)	(2,502)	11,290
FUND BALANCES - END OF YEAR	<u>\$ 1,000</u>	<u>\$ 7,988</u>	<u>\$ 259</u>	<u>\$ 9,739</u>	<u>\$ 31,126</u>	<u>\$ 1,211</u>	<u>\$ (232,362)</u>	<u>\$ 399,651</u>	<u>\$ (54,965)</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	Donations Instructional Materials	Donations Sports	School Climate Transformation	Champlin Toll Gate	Cares Act ESSER Program	ESSER II Back to School	ESSER II Extended Learning	ESSER II Math Support
REVENUES								
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	103,513	1,252,673	75,809	8,578
Investment Income	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	-	103,513	1,252,673	75,809	8,578
EXPENDITURES								
Salaries	-	-	-	-	-	442,400	68,189	8,457
Employee Benefits	-	-	-	-	-	247,280	5,056	121
Purchased Services	-	-	-	-	-	268,984	-	-
Supplies and Materials	-	-	-	-	-	251,648	-	-
Capital Equipment and Property	-	-	-	4,390	103,484	-	-	-
Indirect	-	-	-	-	-	42,361	2,564	-
Miscellaneous	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	4,390	103,484	1,252,673	75,809	8,578
NET CHANGE IN FUND BALANCES	-	-	-	(4,390)	29	-	-	-
Fund Balances - Beginning of Year	1,000	1,000	2,908	4,409	419	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 2,908</u>	<u>\$ 19</u>	<u>\$ 448</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	ESSER II Student Transitions	ESSER III Back to School	ESSER III Other Priority	Title IV-A	ESSER III Student Transitions	ELC Covid Screening	ESSER II Other Priority	Food Service	Emergency Connectivity Fund
REVENUES									
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	70,631	3,617,966	4,304,438	58,749	86,009	292,485	4,202	22,356	456,752
Investment Income	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-
Total Revenues	<u>70,631</u>	<u>3,617,966</u>	<u>4,304,438</u>	<u>58,749</u>	<u>86,009</u>	<u>292,485</u>	<u>4,202</u>	<u>22,356</u>	<u>456,752</u>
EXPENDITURES									
Salaries	46,744	2,576,335	3,123,172	5,629	-	209,888	-	-	-
Employee Benefits	21,499	201,932	989,411	370	-	81,030	-	-	-
Purchased Services	-	192,789	-	21,250	-	814	-	-	-
Supplies and Materials	-	243,745	-	-	-	354	4,060	-	-
Capital Equipment and Property	-	280,818	46,294	31,500	83,100	399	-	-	456,752
Indirect	2,388	122,347	145,561	-	2,909	-	142	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>70,631</u>	<u>3,617,966</u>	<u>4,304,438</u>	<u>58,749</u>	<u>86,009</u>	<u>292,485</u>	<u>4,202</u>	<u>-</u>	<u>456,752</u>
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	22,356	-
Fund Balances - Beginning of Year	-	-	-	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,356</u>	<u>\$ -</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
SPECIAL REVENUE RESTRICTED SCHOOL FUNDS
YEAR ENDED JUNE 30, 2022

	STEM/STEAM Grant	Library Services	ESSER II Digital Divide	SBA Capital Fund	Comprehensive Literacy Grants	No Kid Hungry Grant	NE Dairy & Food Council	Jeannette Cram Scholarship	Student Activity Funds	Total
REVENUES										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,068
Intergovernmental	11,810	328	-	151,576	485,663	-	-	-	-	21,643,988
Investment Income	-	-	-	-	-	-	-	4	-	4
Other Revenue	-	-	-	-	-	-	-	-	600,191	779,304
Total Revenues	11,810	328	-	151,576	485,663	-	-	4	600,191	22,546,364
EXPENDITURES										
Salaries	150	-	-	-	11,164	-	-	-	-	9,985,483
Employee Benefits	-	-	-	-	838	-	-	-	-	3,056,777
Purchased Services	3,599	-	-	-	40,580	-	-	50	-	4,408,619
Supplies and Materials	3,717	350	-	-	433,081	-	-	-	552,209	1,787,239
Capital Equipment and Property	4,344	-	-	146,576	-	-	1,259	-	-	2,425,067
Indirect	-	-	-	-	-	-	-	-	-	529,299
Miscellaneous	-	-	-	-	-	-	-	-	-	26,267
Total Expenditures	11,810	350	-	146,576	485,663	-	1,259	50	552,209	22,218,751
NET CHANGE IN FUND BALANCES	-	(22)	-	5,000	-	-	(1,259)	(46)	47,982	327,613
Fund Balances - Beginning of Year	-	-	-	(5,000)	-	5,000	8,363	23,640	456,821	1,548,685
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ (22)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 7,104</u>	<u>\$ 23,594</u>	<u>\$ 504,803</u>	<u>\$ 1,876,298</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
CAPITAL PROJECT FUNDS
JUNE 30, 2022**

	2000 Open Space Bond Fund	2006 Fire Station Bond	2006 School Bond Fund	2002 Drainage Bond Fund	2006 City Buildings Bond Fund	Direct Financing	Road and Bridge Fund	2020 Road and Bridge Fund	2020 Efficient Building Loan	2021 Energy Efficiency Loan	Total
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ 41,999	\$ -	\$ 536,952	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 578,951
Cash Held by Fiscal Agent	-	-	-	-	-	4,965,014	-	-	-	-	4,965,014
Restricted Cash and Cash Equivalents	-	-	-	-	-	-	-	1,001,648	-	-	1,001,648
Receivables, Net of Uncollectibles:											
Departmental and Other	-	-	-	7,000	-	-	-	-	-	-	7,000
Intergovernmental	-	-	-	-	-	-	-	-	1,954,505	171,649	2,126,154
Due from Other Funds	367,582	-	-	-	-	-	-	1,332,952	-	863,897	2,564,431
Total Assets	<u>\$ 367,582</u>	<u>\$ -</u>	<u>\$ 41,999</u>	<u>\$ 7,000</u>	<u>\$ 536,952</u>	<u>\$ 4,965,014</u>	<u>\$ -</u>	<u>\$ 2,334,600</u>	<u>\$ 1,954,505</u>	<u>\$ 1,035,546</u>	<u>\$ 11,243,198</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES											
LIABILITIES											
Accounts Payable and Accrued Expenditures	\$ -	\$ -	\$ -	\$ -	\$ 12,375	\$ 664,410	\$ -	\$ -	\$ -	\$ 24,024	\$ 700,809
Due to Other Funds	-	-	28,164	7,000	143,879	939,567	-	-	-	-	1,118,610
Total Liabilities	-	-	28,164	7,000	156,254	1,603,977	-	-	-	24,024	1,819,419
FUND BALANCES											
Restricted	367,582	-	13,835	-	380,698	3,361,037	-	2,334,600	1,954,505	1,011,522	9,423,779
Unassigned	-	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>367,582</u>	<u>-</u>	<u>13,835</u>	<u>-</u>	<u>380,698</u>	<u>3,361,037</u>	<u>-</u>	<u>2,334,600</u>	<u>1,954,505</u>	<u>1,011,522</u>	<u>9,423,779</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 367,582</u>	<u>\$ -</u>	<u>\$ 41,999</u>	<u>\$ 7,000</u>	<u>\$ 536,952</u>	<u>\$ 4,965,014</u>	<u>\$ -</u>	<u>\$ 2,334,600</u>	<u>\$ 1,954,505</u>	<u>\$ 1,035,546</u>	<u>\$ 11,243,198</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
CAPITAL PROJECT FUNDS
YEAR ENDED JUNE 30, 2022

	2000 Open Space Bond Fund	2006 Fire Station Bond	2006 School Bond Fund	2002 Drainage Bond Fund	2006 City Buildings Bond Fund	Direct Financing	Road and Bridge Fund	2020 Road and Bridge Fund	2020 Efficient Building Loan	2021 Energy Efficiency Loan	Total
REVENUES											
Intergovernmental	\$ 18,887	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,887
Investment Income	-	-	-	-	-	-	-	959	-	-	959
Other Revenue	-	-	-	-	-	-	-	1,332,952	-	868,744	2,201,696
Total Revenues	18,887	-	-	-	-	-	-	1,333,911	-	868,744	2,221,542
EXPENDITURES											
Public Safety	-	-	-	-	-	2,970,329	-	-	-	-	2,970,329
Public Works	-	-	-	-	392,252	-	45,286	510,504	1,008,495	937,385	2,893,922
Education	-	-	167,446	-	-	-	-	-	-	-	167,446
Total Expenditures	-	-	167,446	-	392,252	2,970,329	45,286	510,504	1,008,495	937,385	6,031,697
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	18,887	-	(167,446)	-	(392,252)	(2,970,329)	(45,286)	823,407	(1,008,495)	(68,641)	(3,810,155)
OTHER FINANCING SOURCES (USES)											
Proceeds from Lease Financing	-	-	-	-	-	6,500,000	-	-	-	-	6,500,000
Transfers Out	-	(101,662)	-	-	(44,379)	-	(169,828)	-	-	-	(315,869)
Total Other Financing Sources (Uses)	-	(101,662)	-	-	(44,379)	6,500,000	(169,828)	-	-	-	6,184,131
NET CHANGE IN FUND BALANCES	18,887	(101,662)	(167,446)	-	(436,631)	3,529,671	(215,114)	823,407	(1,008,495)	(68,641)	2,373,976
Fund Balances - Beginning of Year	348,695	101,662	181,281	-	817,329	(168,634)	215,114	1,511,193	2,963,000	1,080,163	7,049,803
FUND BALANCES - END OF YEAR	<u>\$ 367,582</u>	<u>\$ -</u>	<u>\$ 13,835</u>	<u>\$ -</u>	<u>\$ 380,698</u>	<u>\$ 3,361,037</u>	<u>\$ -</u>	<u>\$ 2,334,600</u>	<u>\$ 1,954,505</u>	<u>\$ 1,011,522</u>	<u>\$ 9,423,779</u>

COMBINING SCHEDULES

CITY OF WARWICK, RHODE ISLAND
COMBINING BALANCE SHEET
FUNDS WHICH COMPRISE THE CITY'S GENERAL FUND
JUNE 30, 2022

	General Fund	Rescue Service Fees Fund	Realty Tax Fund	Total General Fund
ASSETS				
Cash and Cash Equivalents	\$ 27,948,221	\$ 205,514	\$ 367,618	\$ 28,521,353
Property Taxes Receivables	5,614,132	-	-	5,614,132
Due from Federal and State Governments	3,192,940	-	-	3,192,940
Lease Receivable	2,146,168	-	-	2,146,168
Other Receivables	806,631	2,808,008	-	3,614,639
Due from Other Funds	12,247,209	(860,267)	(169,990)	11,216,952
Prepaid Items	66,271	-	-	66,271
Total Assets	<u>\$ 52,021,572</u>	<u>\$ 2,153,255</u>	<u>\$ 197,628</u>	<u>\$ 54,372,455</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable and Accrued Expenditures	\$ 1,618,355	\$ 23,059	\$ -	\$ 1,641,414
Accrued Payroll and Related Liabilities	1,095,613	-	-	1,095,613
Due to Federal and State Governments	-	-	197,628	197,628
Due to Other Funds	7,365,858	-	-	7,365,858
Other Liabilities	79,345	-	-	79,345
Total Liabilities	<u>10,159,171</u>	<u>23,059</u>	<u>197,628</u>	<u>10,379,858</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	4,105,609	2,130,196	-	6,235,805
Leases	2,103,931	-	-	2,103,931
Advance Collections	486,142	-	-	486,142
Total Deferred Inflows of Resources	<u>6,695,682</u>	<u>2,130,196</u>	<u>-</u>	<u>8,825,878</u>
FUND BALANCES				
Nonspendable	66,271	-	-	66,271
Assigned	2,045,713	-	-	2,045,713
Unassigned	33,054,735	-	-	33,054,735
Total Fund Balances	<u>35,166,719</u>	<u>-</u>	<u>-</u>	<u>35,166,719</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 52,021,572</u>	<u>\$ 2,153,255</u>	<u>\$ 197,628</u>	<u>\$ 54,372,455</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FUNDS WHICH COMPRISE THE CITY'S GENERAL FUND
YEAR ENDED JUNE 30, 2022

	General Fund	Rescue Service Fees Fund	Realty Tax Fund	Total General Fund
REVENUES				
General Property Taxes	\$ 237,078,081	\$ -	\$ -	\$ 237,078,081
Interest on Taxes	1,994,916	-	-	1,994,916
Intergovernmental Revenues	19,167,097	-	-	19,167,097
Airport Revenues	2,828,103	-	-	2,828,103
Real Estate Transfer Tax	1,859,750	-	-	1,859,750
Hotel and Meals Tax	5,177,224	-	-	5,177,224
Charges for Services	5,108,158	3,945,880	-	9,054,038
Investment Income	188,148	46	-	188,194
Other Revenue	595,737	-	-	595,737
Total Revenues	273,997,214	3,945,926	-	277,943,140
EXPENDITURES				
Executive and Administration	6,674,134	-	-	6,674,134
Public Safety	49,864,619	107,571	-	49,972,190
Recreation	1,895,995	-	-	1,895,995
Public Libraries	3,030,142	-	-	3,030,142
Social Services	938,839	-	-	938,839
Planning and Economic Development	1,412,955	-	-	1,412,955
Public Works	12,386,604	-	-	12,386,604
Employee Benefits, Fixed Costs and Capital	64,118,310	-	-	64,118,310
Debt Service:				
Principal	7,051,531	-	-	7,051,531
Interest	2,020,240	-	-	2,020,240
Total Expenditures	149,393,369	107,571	-	149,500,940
EXCESS OF REVENUES OVER EXPENSES	124,603,845	3,838,355	-	128,442,200
OTHER FINANCING SOURCES (USES)				
Insurance Proceeds	189,376	-	-	189,376
Sale of Capital Assets	324,100	-	-	324,100
Transfers In	7,458,123	(3,838,355)	-	3,619,768
Transfer Out	(130,476,883)	-	-	(130,476,883)
Total Other Financing Sources (Uses)	(122,505,284)	(3,838,355)	-	(126,343,639)
NET CHANGE IN FUND BALANCES	2,098,561	-	-	2,098,561
Fund Balances - Beginning of Year	33,068,158	-	-	33,068,158
FUND BALANCES - END OF YEAR	<u>\$ 35,166,719</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,166,719</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2022

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 644,321	\$ -	\$ -	\$ 644,321
Due from Other Funds	-	-	1,803,121	1,803,121
Deposit with Agent	70,000	7,770,760	6,976,172	14,816,932
Total Current Assets	<u>714,321</u>	<u>7,770,760</u>	<u>8,779,293</u>	<u>17,264,374</u>
LIABILITIES				
Current Liabilities:				
Claims Payable	434,868	1,359,218	-	1,794,086
Total Liabilities	<u>434,868</u>	<u>1,359,218</u>	<u>-</u>	<u>1,794,086</u>
NET POSITION				
Unrestricted	<u>279,453</u>	<u>6,411,542</u>	<u>8,779,293</u>	<u>15,470,288</u>
Total Net Position	<u>\$ 279,453</u>	<u>\$ 6,411,542</u>	<u>\$ 8,779,293</u>	<u>\$ 15,470,288</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
OPERATING REVENUES				
Contributions and Other Revenue	\$ -	\$ 27,998,223	\$ 24,439,540	\$ 52,437,763
Workers' Compensation	374,288	-	-	374,288
Total Operating Revenues	374,288	27,998,223	24,439,540	52,812,051
OPERATING EXPENSES				
Benefit Claims/Premiums Paid	419,028	26,262,392	17,212,058	43,893,478
Total Operating Expenses	419,028	26,262,392	17,212,058	43,893,478
OPERATING INCOME (LOSS)	(44,740)	1,735,831	7,227,482	8,918,573
NONOPERATING REVENUES (EXPENSES)				
Interest Income	234	-	-	234
CHANGE IN FUND NET POSITION	(44,506)	1,735,831	7,227,482	8,918,807
Fund Net Position - Beginning of Year	323,959	4,675,711	1,551,811	6,551,481
FUND NET POSITION - END OF YEAR	<u>\$ 279,453</u>	<u>\$ 6,411,542</u>	<u>\$ 8,779,293</u>	<u>\$ 15,470,288</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022**

	Workers' Compensation Fund	Healthcare Management School Department	Healthcare Management City	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Employer/Employee Contributions	\$ -	\$ 27,998,223	\$ 24,439,540	\$ 52,437,763
Receipts from Other Operating Services	374,288	-	-	374,288
Payments for Claims	(374,288)	(26,828,102)	(17,882,467)	(45,084,857)
Net Cash Provided by Operating Activities	-	1,170,121	6,557,073	7,727,194
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Deposits with Agent	-	(1,170,121)	(6,557,073)	(7,727,194)
Interfund Borrowings (Payments), Net	-	-	-	-
Net Cash Used by Noncapital Financing Activities	-	(1,170,121)	(6,557,073)	(7,727,194)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	234	-	-	234
NET INCREASE IN CASH AND CASH EQUIVALENTS	234	-	-	234
Cash and Cash Equivalents - Beginning of Year	644,087	-	-	644,087
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 644,321</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 644,321</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (44,740)	\$ 1,735,831	\$ 7,227,482	\$ 8,918,573
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Changes in Assets and Liabilities:				
Increase (Decrease) in Claims Payable	44,740	(565,710)	(670,409)	(1,191,379)
Net Cash Provided (Used) by Operating Activities	<u>\$ -</u>	<u>\$ 1,170,121</u>	<u>\$ 6,557,073</u>	<u>\$ 7,727,194</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS SEWER
JUNE 30, 2022

	Sewer Funds								Total
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	
ASSETS									
Current Assets:									
Cash and Cash Equivalents	\$ 11,050,891	\$ 557,941	\$ -	\$ -	\$ -	\$ 5,213,878	\$ 54,131	\$ 188,331	\$ 17,065,172
Restricted Cash and Cash Equivalents	-	-	-	6,142,879	-	-	-	-	6,142,879
Accounts Receivable, Net:									
Sewer Use Fees	6,987,161	-	-	-	-	-	-	-	6,987,161
Sewer Assessments	-	2,847,822	-	-	-	-	-	-	2,847,822
Intergovernmental	-	-	-	12,862,474	-	-	-	-	12,862,474
Leases	52,095	-	-	-	-	-	-	-	52,095
Other Receivables	-	-	-	-	-	-	-	-	-
Due from Other Funds	(351,351)	(109,413)	36,128	1,133,692	3,713	(5,754)	(14,968)	(5,790)	686,257
Total Current Assets	17,738,796	3,296,350	36,128	20,139,045	3,713	5,208,124	39,163	182,541	46,643,860
Noncurrent Assets:									
Sewer Assessments	-	10,690,198	-	-	-	-	-	-	10,690,198
Leases Receivable	159,382	-	-	-	-	-	-	-	159,382
Construction in Progress	4,328,649	-	-	3,323,379	-	-	48,501	-	7,700,529
Depreciable Capital Assets, Net	28,952,586	-	7,114,277	125,795,780	-	-	-	-	161,862,643
Total Noncurrent Assets	33,440,617	10,690,198	7,114,277	129,119,159	-	-	48,501	-	180,412,752
Total Assets	51,179,413	13,986,548	7,150,405	149,258,204	3,713	5,208,124	87,664	182,541	227,056,612
DEFERRED OUTFLOWS OF RESOURCES									
Deferred Charge on Refunding	41,469	-	-	-	-	-	-	-	41,469
Deferred Outflows - OPEB	1,565,920	-	-	-	-	-	-	-	1,565,920
Deferred Outflows - Related to Pensions	1,431,711	-	-	-	-	-	-	-	1,431,711
Total Deferred Outflows of Resources	3,039,100	-	-	-	-	-	-	-	3,039,100

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS SEWER
JUNE 30, 2022

	Sewer Funds							
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund
								Total
LIABILITIES								
Current Liabilities:								
Accounts Payable and Accrued Expenses	\$ 472,218	\$ -	\$ -	\$ 3,181,497	\$ -	\$ 238,957	\$ -	\$ -
Accrued Payroll	73,785	-	-	-	-	-	-	-
Accrued Interest Payable	459,515	-	-	-	-	-	-	-
Other Liabilities	-	-	-	-	-	-	-	182,541
Total OPEB Liability, Due Within One Year	232,182	-	-	-	-	-	-	-
Current Portion of Long-Term Bonds and Loans	1,825,060	-	-	7,283,713	-	-	-	-
Total Current Liabilities	3,062,760	-	-	10,465,210	-	238,957	-	182,541
Noncurrent Liabilities:								
Unearned Revenue	-	-	-	72,047	-	-	-	-
Accrued Compensated Absences	171,192	-	-	-	-	-	-	-
Total OPEB Liability	6,294,330	-	-	-	-	-	-	-
Net Pension Liability	4,261,384	-	-	-	-	-	-	-
Long-Term Bonds and Loans	1,691,662	-	-	47,517,481	-	-	-	-
Total Noncurrent Liabilities	12,418,568	-	-	47,589,528	-	-	-	-
Total Liabilities	15,481,328	-	-	58,054,738	-	238,957	-	182,541
DEFERRED INFLOWS OF RESOURCES								
Deferred Inflows - Leases	238,355	-	-	-	-	-	-	-
Deferred Inflows - Related to OPEB	1,678,153	-	-	-	-	-	-	-
Deferred Inflows - Related to Pensions	5,570	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	1,922,078	-	-	-	-	-	-	-
NET POSITION								
Net Investment in Capital Assets	29,805,982	-	7,114,277	83,998,942	-	-	48,501	-
Restricted for Debt Service	-	-	-	6,142,879	-	-	-	-
Unrestricted	7,009,125	13,986,548	36,128	1,061,645	3,713	4,969,167	39,163	-
Total Net Position	\$ 36,815,107	\$ 13,986,548	\$ 7,150,405	\$ 91,203,466	\$ 3,713	\$ 4,969,167	\$ 87,664	\$ -

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2022

	Sewer Funds								
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	Total
OPERATING REVENUES									
User Fees	\$ 16,630,702	\$ -	\$ -	\$ -	\$ -	\$ 1,220,611	\$ -	\$ -	\$ 17,851,313
Special Assessments (Including Abatements)	-	988,175	-	-	-	-	-	-	988,175
Other Revenues	221,083	72,420	-	623,255	-	-	-	-	916,758
Total Operating Revenues	16,851,785	1,060,595	-	623,255	-	1,220,611	-	-	19,756,246
OPERATING EXPENSES									
Contract Services	184,775	-	-	-	-	-	-	-	184,775
Salaries and Benefits	2,188,501	-	-	-	-	-	-	-	2,188,501
Materials and Supplies	936,132	-	-	-	-	-	-	-	936,132
Depreciation and Amortization	1,799,800	-	334,398	4,531,250	-	-	-	-	6,665,448
Operations	3,212,050	-	-	163,501	6,455	183,379	-	-	3,565,385
Total Operating Expenses	8,321,258	-	334,398	4,694,751	6,455	183,379	-	-	13,540,241
OPERATING INCOME (LOSS)	8,530,527	1,060,595	(334,398)	(4,071,496)	(6,455)	1,037,232	-	-	6,216,005
NONOPERATING REVENUES (EXPENSES)									
Interest Income	220,518	255	-	3,172	-	1,384	20	-	225,349
Interest Expense	(1,264,098)	-	-	-	-	-	-	-	(1,264,098)
Total Nonoperating Revenues (Expenses)	(1,043,580)	255	-	3,172	-	1,384	20	-	(1,038,749)
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	7,486,947	1,060,850	(334,398)	(4,068,324)	(6,455)	1,038,616	20	-	5,177,256
TRANSFERS AND CAPITAL CONTRIBUTIONS									
Capital Contributions	4,463,698	-	-	-	-	-	-	-	4,463,698
Transfers In	(4,067,671)	(2,941,080)	-	7,847,575	-	(838,824)	-	-	-
Total Transfers and Capital Contributions	396,027	(2,941,080)	-	7,847,575	-	(838,824)	-	-	4,463,698
CHANGE IN NET POSITION	7,882,974	(1,880,230)	(334,398)	3,779,251	(6,455)	199,792	20	-	9,640,954
Net Position - Beginning of Year	28,932,133	15,866,778	7,484,803	87,424,215	10,168	4,769,375	87,644	-	144,575,116
NET POSITION - END OF YEAR	<u>\$ 36,815,107</u>	<u>\$ 13,986,548</u>	<u>\$ 7,150,405</u>	<u>\$ 91,203,466</u>	<u>\$ 3,713</u>	<u>\$ 4,969,167</u>	<u>\$ 87,664</u>	<u>\$ -</u>	<u>\$ 154,216,070</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2022

	Sewer Funds								
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES									
Receipts from Customers and Users	\$ 17,167,242	\$ 2,870,138	\$ -	\$ -	\$ 6,455	\$ 1,220,611	\$ -	\$ -	\$ 21,264,446
Payments to Suppliers	(4,779,717)	-	-	(163,501)	(6,455)	(245,273)	-	-	(5,194,946)
Payments to Employees	(3,577,160)	-	-	-	-	-	-	-	(3,577,160)
Receipts from Other Operating Services	221,083	72,420	-	623,255	-	-	-	-	916,758
Net Cash Provided (Used) by Operating Activities	9,031,448	2,942,558	-	459,754	-	975,338	-	-	13,409,098
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES									
Interfund Borrowings (Payments), Net	(2,588,836)	(477,967)	-	(884,912)	-	3,540,810	-	68	(410,837)
Transfers In from Other Funds	-	-	-	7,847,575	-	(838,824)	-	-	7,008,751
Transfers To Other Funds	(4,067,671)	(2,941,080)	-	-	-	-	-	-	(7,008,751)
Net Cash Provided (Used) by Noncapital Financing Activities	(6,656,507)	(3,419,047)	-	6,962,663	-	2,701,986	-	68	(410,837)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES									
Additions to Property, Plant, and Equipment	(574,507)	-	-	(1,038,396)	-	-	-	-	(1,612,903)
Cash Received from Lessees	26,878	-	-	-	-	-	-	-	26,878
Interest Received on Leases Receivable	900	-	-	-	-	-	-	-	900
Proceeds from Bonds, Loans and Leases	-	-	-	1,516,166	-	-	-	-	1,516,166
Principal Paid on Bonds and Loans	(1,165,122)	-	-	(7,378,378)	-	-	-	-	(8,543,500)
Interest Paid on Bonds and Loans	(1,347,172)	-	-	(18,401)	-	-	-	-	(1,365,573)
Net Cash Provided (Used) by Capital and Related Financing Activities	(3,059,023)	-	-	(6,919,009)	-	-	-	-	(9,978,032)
CASH FLOWS FROM INVESTING ACTIVITIES									
Interest on Investments	219,618	255	-	3,172	-	1,384	20	-	224,449
Net Cash Provided by Investing Activities	219,618	255	-	3,172	-	1,384	20	-	224,449
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(464,464)	(476,234)	-	506,580	-	3,678,708	20	68	3,244,678
Cash and Cash Equivalents - Beginning of Year	11,515,355	1,034,175	-	5,636,299	-	1,535,170	54,111	188,263	19,963,373
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 11,050,891	\$ 557,941	\$ -	\$ 6,142,879	\$ -	\$ 5,213,878	\$ 54,131	\$ 188,331	\$ 23,208,051

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS SEWER
YEAR ENDED JUNE 30, 2022

	Sewer Funds							
	Sewer Revenue Fund	Sewer Assessment Fund	1994 Sewer Bond Fund	Sewer SRF Bond Fund	On-Site Revolving Loan Fund	Sewer Renewal and Replacement Fund	Sewer Infrastructure Replacement Fund	Sewer Line Fund
								Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES								
Operating Income (Loss)	\$ 8,530,527	\$ 1,060,595	\$ (334,398)	\$ (4,071,496)	\$ (6,455)	\$ 1,037,232	\$ -	\$ -
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:								
Depreciation and Amortization	1,799,800	-	334,398	4,531,250	-	-	-	6,665,448
Change in Total OPEB Liability	(1,922,815)	-	-	-	-	-	-	(1,922,815)
Change in Net Pension Liability	2,752,195	-	-	-	-	-	-	2,752,195
Change in Deferred Outflows - Pension and OPEB	(2,097,271)	-	-	-	-	-	-	(2,097,271)
Change in Deferred Inflows - Pension and OPEB	(155,320)	-	-	-	-	-	-	(155,320)
Changes in Assets and Liabilities:								
(Increase) Decrease in Accounts Receivable	536,540	-	-	-	6,455	-	-	542,995
(Increase) Decrease in Sewer Assessments	-	1,881,963	-	-	-	-	-	1,881,963
Increase (Decrease) in Accounts Payable and Accrued Expenses	(446,760)	-	-	-	-	(61,894)	-	(508,654)
Increase (Decrease) in Accrued Payroll	10,973	-	-	-	-	-	-	10,973
Increase (Decrease) in Compensated Absences	23,579	-	-	-	-	-	-	23,579
Net Cash Provided by Operating Activities	<u>\$ 9,031,448</u>	<u>\$ 2,942,558</u>	<u>\$ -</u>	<u>\$ 459,754</u>	<u>\$ -</u>	<u>\$ 975,338</u>	<u>\$ -</u>	<u>\$ 13,409,098</u>
SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES								
Contributions of Capital Assets	<u>\$ 4,463,698</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,463,698</u>

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION
PROPRIETARY FUNDS WATER
JUNE 30, 2022

	Water Funds						
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	Total
ASSETS							
Current Assets:							
Cash and Cash Equivalents	\$ 18,791,201	\$ -	\$ -	\$ 116	\$ -	\$ 31,488	\$ 18,822,805
Accounts Receivable, Net:							
Water Use Fees	5,076,520	-	-	-	-	-	5,076,520
Leases	12,816	-	-	-	-	-	12,816
Inventory	92,864	-	-	-	-	-	92,864
Total Current Assets	23,973,401	-	-	116	-	31,488	24,005,005
Noncurrent Assets:							
Leases Receivable	427,179	-	-	-	-	-	427,179
Construction in Progress	1,417,560	-	-	-	-	-	1,417,560
Depreciable Capital Assets, Net	7,642,222	725,436	984,696	-	-	-	9,352,354
Total Noncurrent Assets	9,486,961	725,436	984,696	-	-	-	11,197,093
Total Assets	33,460,362	725,436	984,696	116	-	31,488	35,202,098
DEFERRED OUTFLOWS OF RESOURCES							
Deferred Charge on Refunding	-	-	-	-	-	-	-
Deferred Outflows - OPEB	1,565,922	-	-	-	-	-	1,565,922
Deferred Outflows - Related to Pensions	1,431,711	-	-	-	-	-	1,431,711
Total Deferred Outflows of Resources	2,997,633	-	-	-	-	-	2,997,633

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS WATER
JUNE 30, 2022

	Water Funds						Total
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	
LIABILITIES							
Current Liabilities:							
Accounts Payable and Accrued Expenses	\$ 3,389,950	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,389,950
Accrued Payroll and Related Liabilities	52,019	-	-	-	-	-	52,019
Accrued Interest Payable	-	-	-	-	-	-	-
Due to Other Funds	5,846,488	(116,724)	-	(750,000)	(250,198)	(2,000,000)	2,729,566
Total OPEB Liability, Due Within One Year	232,182	-	-	-	-	-	232,182
Current Portion of Long-Term Bonds and Notes Payable	-	-	-	-	-	-	-
Total Current Liabilities	9,520,639	(116,724)	-	(750,000)	(250,198)	(2,000,000)	6,403,717
Noncurrent Liabilities:							
Accrued Compensated Absences	165,567	-	-	-	-	-	165,567
Total OPEB Liability	6,294,330	-	-	-	-	-	6,294,330
Net Pension Liability	4,261,384	-	-	-	-	-	4,261,384
Total Noncurrent Liabilities	10,721,281	-	-	-	-	-	10,721,281
Total Liabilities	20,241,920	(116,724)	-	(750,000)	(250,198)	(2,000,000)	17,124,998
DEFERRED INFLOWS OF RESOURCES							
Deferred Inflows - Leases	430,300	-	-	-	-	-	430,300
Deferred Inflows - Related to OPEB	1,678,154	-	-	-	-	-	1,678,154
Total Deferred Inflows of Resources	2,114,024	-	-	-	-	-	2,114,024
NET POSITION							
Net Investment in Capital Assets	9,059,782	725,436	984,696	-	-	-	10,769,914
Unrestricted	5,042,269	116,724	-	750,116	250,198	2,031,488	8,190,795
Total Net Position	\$ 14,102,051	\$ 842,160	\$ 984,696	\$ 750,116	\$ 250,198	\$ 2,031,488	\$ 18,960,709

CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2022

	Water Funds						
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	Total
OPERATING REVENUES							
User Fees	\$ 12,362,485	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,362,485
Other Revenues	246,853	-	-	-	-	-	246,853
Total Operating Revenues	12,609,338	-	-	-	-	-	12,609,338
OPERATING EXPENSES							
Contract Services	86,053	-	-	-	-	-	86,053
Salaries and Benefits	2,751,568	-	-	-	-	-	2,751,568
Materials and Supplies	10,689	-	-	-	-	-	10,689
Depreciation and Amortization	435,906	14,181	19,888	-	-	-	469,975
Operations	7,930,479	-	-	-	-	-	7,930,479
Total Operating Expenses	11,214,695	14,181	19,888	-	-	-	11,248,764
OPERATING INCOME (LOSS)	1,394,643	(14,181)	(19,888)	-	-	-	1,360,574
NONOPERATING REVENUES (EXPENSES)							
Interest Income	170,086	-	-	-	-	11	170,097
Interest Expense	(66)	546	-	-	-	-	480
Total Nonoperating Revenues (Expenses)	170,020	546	-	-	-	11	170,577
INCOME (LOSS) BEFORE TRANSFERS	1,564,663	(13,635)	(19,888)	-	-	11	1,531,151
TRANSFERS							
Transfers Out	(42,676)	42,676	-	-	-	-	-
Total Transfers	(42,676)	42,676	-	-	-	-	-
CHANGE IN NET POSITION	1,521,987	29,041	(19,888)	-	-	11	1,531,151
Net Position - Beginning of Year	12,580,064	813,119	1,004,584	750,116	250,198	2,031,477	17,429,558
NET POSITION - END OF YEAR	<u>\$ 14,102,051</u>	<u>\$ 842,160</u>	<u>\$ 984,696</u>	<u>\$ 750,116</u>	<u>\$ 250,198</u>	<u>\$ 2,031,488</u>	<u>\$ 18,960,709</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2022**

	Water Funds						
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from Customers and Users	\$ 11,199,775	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,199,775
Payments to Suppliers	(5,923,748)	-	-	-	-	-	(5,923,748)
Payments to Employees	(2,890,722)	-	-	-	-	-	(2,890,722)
Receipts from Other Operating Services	246,853	-	-	-	-	-	246,853
Net Cash Provided by Operating Activities	2,632,158	-	-	-	-	-	2,632,158
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Interfund Borrowings	273,369	-	-	-	-	-	273,369
Transfers In from Other Funds	-	42,676	-	-	-	-	42,676
Transfers To Other Funds	(42,676)	-	-	-	-	-	(42,676)
Net Cash Provided (Used) by Noncapital Financing Activities	230,693	42,676	-	-	-	-	273,369
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Additions to Property, Plant, and Equipment	(1,636,126)	-	-	-	-	-	(1,636,126)
Interest Received on Leases	4,360	-	-	-	-	-	4,360
Principal Paid on Bonds, Loans, and Leases	-	(42,676)	-	-	-	-	(42,676)
Interest Paid on Bonds, Loans, and Leases	(854)	-	-	-	-	-	(854)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,632,620)	(42,676)	-	-	-	-	(1,675,296)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest on Investments	165,726	-	-	-	-	11	165,737
Net Cash Provided by Investing Activities	165,726	-	-	-	-	11	165,737
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,395,957	-	-	-	-	11	1,395,968
Cash and Cash Equivalents - Beginning of Year	17,395,244	-	-	116	-	31,477	17,426,837
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 18,791,201</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 116</u>	<u>\$ -</u>	<u>\$ 31,488</u>	<u>\$ 18,822,805</u>

**CITY OF WARWICK, RHODE ISLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS WATER
YEAR ENDED JUNE 30, 2022**

	Water Funds						
	Water Revenue Fund	2000 Water Bond Fund	1994 Water Bond Fund	Water Renewal and Replacement Fund	Water Restricted Emergency Fund	Water Infrastructure Replacement Fund	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES							
Operating Income (Loss)	\$ 1,394,643	\$ (14,181)	\$ (19,888)	\$ -	\$ -	\$ -	\$ 1,360,574
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:							
Depreciation and Amortization	435,906	14,181	19,888	-	-	-	469,975
Change in Total OPEB Liability	(928,777)	-	-	-	-	-	(928,777)
Change in Net Pension Liability	2,929,747	-	-	-	-	-	2,929,747
Change in Deferred Outflows - Pension and OPEB	(2,203,198)	-	-	-	-	-	(2,203,198)
Change in Deferred Inflows - Pension and OPEB	61,039	-	-	-	-	-	61,039
Changes in Assets and Liabilities:							
(Increase) Decrease in Accounts Receivable	(1,162,710)	-	-	-	-	-	(1,162,710)
Increase (Decrease) in Accounts Payable and Accrued Expenses	2,103,473	-	-	-	-	-	2,103,473
Increase (Decrease) in Accrued Payroll	10,325	-	-	-	-	-	10,325
Increase (Decrease) in Compensated Absences	(8,290)	-	-	-	-	-	(8,290)
Net Cash Provided by Operating Activities	<u>\$ 2,632,158</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,632,158</u>

TAX COLLECTOR'S ANNUAL REPORTS

**CITY OF WARWICK, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
YEAR ENDED JUNE 30, 2022**

Assessment of	Balance - June 30, 2021	Current Year Assessment	Additions	Abatements	Refunds/ Adjustments	Amount to be Collected	Current Year Collections	Balance - June 30, 2022
2021	\$ -	\$ 237,731,457	\$ 8,356	\$ (300,206)	\$ (160,893)	\$ 237,278,714	\$ 231,715,365	\$ 5,563,349
2020	6,804,737	-	-	(23,070)	32,384	6,814,051	5,385,275	1,428,776
2019	1,273,486	-	-	(7,175)	27,134	1,293,445	367,612	925,833
2018	1,127,186	-	-	-	(36,104)	1,091,082	169,748	921,334
2017	1,232,808	-	-	(20,000)	(4,720)	1,208,088	87,936	1,120,152
2016	977,221	-	-	(105,444)	27,303	899,080	5,781	893,299
2015	988,258	-	-	-	(841)	987,417	22,696	964,721
2014	642,982	-	-	-	898	643,880	(5,904)	649,784
2013	458,692	-	-	-	7,104	465,796	10,686	455,110
2012	709,609	-	-	-	185	709,794	16,564	693,230
2011	725,626	-	-	-	464	726,090	10,419	715,671
2010	336,559	-	-	-	282	336,841	7,800	329,041
2009	170,153	-	-	-	308	170,461	6,217	164,244
2008	222,215	-	-	-	(127)	222,088	5,035	217,053
2007	356,699	-	-	-	344	357,043	1,335	355,708
2006	318,972	-	-	-	(48)	318,924	(3,732)	322,656
2005	304,728	-	-	-	44	304,772	(3,166)	307,938
2004	296,170	-	-	-	(191)	295,979	(555)	296,534
2003	238,005	-	-	-	10	238,015	(336)	238,351
2002	240,443	-	-	-	-	240,443	-	240,443
2001	274,636	-	-	-	-	274,636	(133)	274,769
2000	330,773	-	-	-	-	330,773	796	329,977
1999	1,388,737	-	-	-	-	1,388,737	-	1,388,737
1998	1,395,178	-	-	-	-	1,395,178	-	1,395,178
1997	395,948	-	-	-	-	395,948	-	395,948
1996	433,608	-	-	-	-	433,608	-	433,608
Total	21,643,429	<u>\$ 237,731,457</u>	<u>\$ 8,356</u>	<u>\$ (455,895)</u>	<u>\$ (106,464)</u>	<u>\$ 258,820,883</u>	<u>\$ 237,799,439</u>	21,021,444
Allowance for Doubtful Accounts	(13,930,171)							(15,407,312)
Net Property Tax Receivable	<u>\$ 7,713,258</u>							<u>\$ 5,614,132</u>

Schedule of Most Recent Net Assessed Property Value by Category

Description of Property	Valuation	Levy	Current Year Collections	
Real Property	\$ 9,857,578,716	\$ 202,943,454	Revenue Received 60 Days Subsequent to Fiscal Year Ended June 30, 2022	\$ 237,799,439
Motor Vehicles	759,596,694	13,359,925		
Tangible Personal Property	572,025,589	21,428,078		
Total	11,189,200,999	237,731,457	Total	1,508,524
Exemptions	533,039,583	-	Prior Year Revenue Received 60 Days Subsequent to Fiscal Year Ended June 30, 2021	239,307,963
Net Assessed Value	<u>\$ 10,656,161,416</u>	<u>\$ 237,731,457</u>	Current Year Property Tax Revenue	(2,229,882)
				<u>\$ 237,078,081</u>

CITY OF WARWICK, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2022

<u>Tax Years</u>	<u>July - August 2021 Collections Subject to 60-day FY 2021 Accrual</u>	<u>September - June 2022 Collections</u>	<u>Total FY 2022 Cash Collections</u>	<u>July - August 2022 Collections Subject to 60-day FY 2022 Accrual</u>
2021	\$ -	\$ 231,715,365	\$ 231,715,365	\$ 1,518,962
2020	2,011,494	3,373,781	5,385,275	1,784
2019	92,845	274,767	367,612	(43,221)
2018	30,263	139,485	169,748	11,693
2017	21,020	66,916	87,936	12,748
2016	15,931	(10,150)	5,781	(4,112)
2015	17,226	5,470	22,696	3,984
2014	9,371	(15,275)	(5,904)	3,556
2013	8,069	2,617	10,686	(3,935)
2012	7,970	8,594	16,564	1,675
2011	5,100	5,319	10,419	1,255
2010	3,804	3,996	7,800	979
2009	3,310	2,907	6,217	662
2008	3,319	1,716	5,035	594
2007	143	1,192	1,335	605
2006	(54)	(3,678)	(3,732)	255
2005	(20)	(3,146)	(3,166)	262
2004	84	(639)	(555)	301
2003	-	(336)	(336)	-
2002	-	-	-	-
2001	-	(133)	(133)	-
2000	5	791	796	28
Total	<u>\$ 2,229,880</u>	<u>\$ 235,569,559</u>	<u>\$ 237,799,439</u>	<u>\$ 1,508,075</u>

ANNUAL SUPPLEMENTAL TRANSPARENCY REPORTS

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2022

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 233,254,223	\$ -
Last Year's Levy Tax Collection	3,375,565	-
Prior Years Property Tax Collection	448,292	-
Interest & Penalty	1,994,916	-
PILOT & Tax Treaty (excluded from levy) Collection	-	-
Other Local Property Taxes	-	-
Licenses and Permits	1,501,562	-
Fines and Forfeitures	119,669	-
Investment Income	118,512	-
Departmental	5,442,169	-
Rescue Run Revenue	3,945,881	-
Police & Fire Detail	2,587,260	-
Other Local Non-Property Tax Revenues	-	-
Tuition	-	770,450
Impact Aid	-	-
Medicaid	-	1,463,287
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	4,523,896
CDBG	197,556	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	722,685	7,245,432
COVID - ESSER	-	9,523,819
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
COVID - ARPA	2,854,076	-
MV Excise Tax Reimbursement	11,886,329	-
State PILOT Program	1,528,261	-
Distressed Community Relief Fund	-	-
Library Resource Aid	715,787	-
Library Construction Aid	-	-
Public Service Corporation Tax	1,003,986	-
Meals & Beverage Tax / Hotel Tax	5,177,224	-
LEA Aid	-	40,222,131
Group Home	-	-
Housing Aid Capital Projects	-	-
Housing Aid Bonded Debt	1,493,985	-
State Food Service Revenue	-	35,042
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	1,618,507	315,799
Motor Vehicle Phase Out	-	-
Other Revenue	3,837,068	-
Local Appropriation for Education	-	129,969,383
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	1,023,533
Rounding	-	-
Total Revenue	\$ 283,823,513	\$ 195,092,772
Financing Sources: Transfer from Capital Funds	\$ -	\$ -
Financing Sources: Transfer from Other Funds	778,991	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	44,379	-
Rounding	-	-
Total Other Financing Sources	\$ 823,370	\$ -

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2022

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 1,599,260	\$ 1,689,594	\$ 599,256	\$ 197,264	\$ 1,676,366	\$ 1,811,913	\$ 5,743,093	\$ 1,069,445	\$ 14,523,228
Compensation - Group B	-	-	-	-	-	-	-	-	2,645,092
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	12,128	2,244	-	874	7,913	10,532	954,069	69,430	2,544,901
Overtime - Group B	-	-	-	-	-	-	-	-	351,985
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	1,922,806
Active Medical Insurance - Group A	118,280	294,531	87,563	63,682	230,848	214,928	875,632	103,484	2,501,936
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	390,054
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental insurance- Group A	26,492	35,007	10,408	7,569	27,438	25,546	104,075	12,300	146,323
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	46,361
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	207,417	187,181	101,179	40,472	146,709	247,888	556,484	96,120	1,219,206
Life Insurance	1,642	2,170	645	469	1,701	1,584	6,452	763	15,299
State Defined Contribution- Group A	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	-	-	-	-	-	-	-	-	-
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	669,169	884,259	262,888	191,191	693,068	645,270	2,628,878	310,686	7,534,838
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	1,171,046
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	579,016	362,370	271,449	91,159	547,722	309,806	275,635	34,887	168,687
Materials/Supplies	129,242	24,954	2,600	118,093	9,877	428,413	444,575	26,832	708,055
Software Licenses	-	-	-	548,763	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-	-	-	-
Insurance	2,170,748	-	-	-	-	-	-	-	-
Maintenance	-	-	-	-	-	277,821	53,671	179,575	-
Vehicle Operations	-	915	14,461	309	7,651	-	1,870,071	-	185,366
Utilities	-	-	50,826	351,839	4,805	187,151	380,232	515,578	651,119
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	1,008,078	-	-
Revaluation	-	217,037	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	205,065	-	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-	-
Claims & Settlements	906,569	-	-	-	-	-	-	-	-
Community Support	-	-	-	-	-	-	-	-	-
Other Operation Expenditures	119,346	880	-	65,711	4,622	4,259	1,335	-	136,041
Tipping Fees	-	-	-	-	-	-	1,418,261	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 6,539,309	\$ 3,701,142	\$ 1,401,275	\$ 1,677,395	\$ 3,358,721	\$ 4,165,111	\$ 16,525,606	\$ 2,419,099	\$ 36,862,344

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2022

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ 17,609,729	\$ -	\$ 170,511	\$ -	\$ -	\$ -	\$ 46,689,659	\$ 80,685,276
Compensation - Group B	663,906	-	9,343	-	-	-	3,318,341	7,823,511
Compensation - Group C	-	-	-	-	-	-	-	20,192,623
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	5,961,374	-	4,530	-	-	-	9,567,995	-
Overtime - Group B	176,890	-	-	-	-	-	528,875	17,177
Overtime - Group C	-	-	-	-	-	-	-	541,656
Police & Fire Detail	16,718	-	-	-	-	-	1,939,524	-
Active Medical Insurance - Group A	3,212,229	-	23,881	-	-	-	7,726,994	14,002,772
Active Medical Insurance- Group B	95,523	-	-	-	-	-	485,578	1,221,318
Active Medical Insurance- Group C	-	-	-	-	-	-	-	5,013,453
Active Dental Insurance- Group A	171,502	-	2,838	-	-	-	569,498	521,530
Active Dental Insurance- Group B	11,354	-	-	-	-	-	57,714	47,776
Active Dental Insurance- Group C	-	-	-	-	-	-	-	202,806
Payroll Taxes	1,092,732	-	25,295	-	-	-	3,920,684	8,046,838
Life Insurance	14,205	-	176	-	-	-	45,106	-
State Defined Contribution- Group A	-	-	-	-	-	-	-	487,480
State Defined Contribution - Group B	-	-	-	-	-	-	-	36,948
State Defined Contribution - Group C	-	-	-	-	-	-	-	-
Other Benefits- Group A	-	-	-	-	-	-	-	251,426
Other Benefits- Group B	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	23,680
Local Defined Benefit Pension- Group A	22,361,442	-	71,697	-	-	-	36,253,385	71
Local Defined Benefit Pension - Group B	286,787	-	-	-	-	-	1,457,832	66,406
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	11,637,292
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	1,003,747
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	1,361,881
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	603,952	-	61,629	-	-	-	3,306,312	28,634,244
Materials/Supplies	574,435	-	3,314	-	-	-	2,470,393	2,691,970
Software Licenses	-	-	-	-	-	-	548,763	1,568,684
Capital Outlays	-	-	-	-	-	-	-	2,409,129
Insurance	-	-	-	-	-	-	2,170,748	616,772
Maintenance	32,656	-	-	-	-	-	543,723	565,408
Vehicle Operations	644,494	-	-	-	-	-	2,723,267	715,583
Utilities	309,606	-	24,615	-	-	-	2,475,771	3,525,920
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	1,008,078	-
Revaluation	-	-	-	-	-	-	217,037	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	205,065	-
Trash Removal & Recycling	-	-	-	-	-	-	-	-
Claims & Settlements	-	-	-	-	-	-	906,569	-
Community Support	-	-	-	-	-	-	-	-
Other Operation Expenditures	329,856	-	13,969	-	-	-	676,019	1,059,202
Tipping Fees	-	-	-	-	-	-	1,418,261	-
Local Appropriation for Education	-	-	-	129,969,383	-	-	129,969,383	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	4,577,809	-	4,577,809	-
Municipal Debt- Interest	-	-	-	-	432,680	-	432,680	-
School Debt- Principal	-	-	-	-	2,548,841	-	2,548,841	-
School Debt- Interest	-	-	-	-	1,512,442	-	1,512,442	-
Retiree Medical Insurance- Total	-	-	-	-	-	10,851,134	10,851,134	341,174
Retiree Dental Insurance- Total	-	-	-	-	-	157,160	157,160	(16,514)
OPEB Contribution- Total	-	-	-	-	-	250,000	250,000	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ 54,169,390	\$ -	\$ 411,798	\$ 129,969,383	\$ 9,071,772	\$ 11,258,294	\$ 281,530,638	\$ 195,297,240

Financing Uses: Transfer to Capital Funds	\$ -	\$ -
Financing Uses: Transfer to Other Funds	507,500	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 507,500	\$ -
Net Change in Fund Balance¹	2,608,745	(204,468)
Fund Balance1- beginning of year	\$38,269,526	\$2,108,000
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	-
Misc. Adjustment	-	-
Fund Balance¹ - beginning of year adjusted	38,269,526	2,108,000
Rounding	-	-
Fund Balance¹ - end of year	\$ 40,878,271	\$ 1,903,532

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

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2022

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2021						\$ 38,269,526	-	\$ 38,269,526	
<i>No funds removed from RGS for fiscal 2021</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2021</i>						-	-	-	
<i>No misc. adjustments made for fiscal 2021</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2022 adjusted						<u>\$ 38,269,526</u>	<u>-</u>	<u>\$ 38,269,526</u>	
General Fund	\$ 277,943,140	\$ 4,133,244	\$ 149,500,940	\$ 130,476,883	\$ 2,098,561	\$ 33,068,158	\$ -	\$ 33,068,158	\$ 35,166,719
Debt Service Fund	2,684	507,500	-	-	510,184	5,201,368	-	5,201,368	5,711,552
American Rescue Plan	7,182,724	44,379	4,449,439	2,777,664	-	-	-	-	-
Totals per audited financial statements	<u>\$ 285,128,548</u>	<u>\$ 4,685,123</u>	<u>\$ 153,950,379</u>	<u>\$ 133,254,547</u>	<u>\$ 2,608,745</u>	<u>\$ 38,269,526</u>	<u>\$ -</u>	<u>\$ 38,269,526</u>	<u>\$ 40,878,271</u>
<u>Reconciliation from financial statements to MTP2</u>									
Reclassify portion transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 129,969,383	\$ (129,969,383)	\$ -	\$ -	\$ -	\$ -	\$ -
Insurance recoveries recorded as other revenue, reported as other financing source in audit	189,376	(189,376)	-	-	-	-	-	-	-
special detail cruiser fee recorded as other revenue, reported as other financing source in audit	570,614	(570,614)	-	-	-	-	-	-	-
police and fire details are not shown on the general fund, but are included in MTP reporting	1,939,524	-	1,939,524	-	-	-	-	-	-
Sale of Capital assets are included in general revenues, but are included in other financing source in MTP	324,100	(324,100)	-	-	-	-	-	-	-
ARPA Revenue is recorded as revenue, reported as other financing source in audit		(2,777,664)		(2,777,664)	-	-	-	-	-
Elimination of sewer expenditures included in audit but excluded from MTP	(4,328,648)	-	(4,328,648)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 280,799,900</u>	<u>\$ 823,370</u>	<u>\$ 281,530,638</u>	<u>\$ 507,500</u>	<u>\$ 2,608,745</u>	<u>\$ 38,269,526</u>	<u>\$ -</u>	<u>\$ 38,269,526</u>	<u>\$ 40,878,271</u>

City of Warwick
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2022

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance ¹	Beginning Fund Fund Balance ¹ (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance ¹ (Deficit)	Ending Fund Balance ¹ (Deficit)
Fund Balance¹ - per MTP-2 at June 30, 2021						\$ 2,108,000	-	\$ 2,108,000	
<i>No misc. adjustments made for fiscal 2021</i>						-	-	-	
Fund Balance¹ - per MTP-2 at June 30, 2022 adjusted						<u>\$ 2,108,000</u>	\$ -	<u>\$ 2,108,000</u>	
School Unrestricted Fund	\$ 44,546,786	\$ 129,969,383	\$ 175,048,250	\$ -	\$ (532,081)	\$ 559,315	\$ -	\$ 559,315	\$ 27,234
Enterprise Fund ¹	-	-	-	-	-	-	-	-	-
SBA School Capital Project Fund	-	-	-	-	-	-	-	-	-
School Special Revenue Funds	22,546,364	-	22,218,751	-	327,613	1,548,685	-	1,548,685	1,876,298
Totals per audited financial statements	<u>\$ 67,093,150</u>	<u>\$ 129,969,383</u>	<u>\$ 197,267,001</u>	<u>\$ -</u>	<u>\$ (204,468)</u>	<u>\$ 2,108,000</u>	<u>\$ -</u>	<u>\$ 2,108,000</u>	<u>\$ 1,903,532</u>
<u>Reconciliation from financial statements to MTP2</u>									
Municipal Appropriation for Education reported as a transfer on the Financial Statements but Revenue on the MTP 2	\$ 129,969,383	\$ (129,969,383)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(1,440,464)	-	(1,440,464)	-	-	-	-	-	-
For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund.	(529,297)	-	(529,297)	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 195,092,772</u>	<u>\$ -</u>	<u>\$ 195,297,240</u>	<u>\$ -</u>	<u>\$ (204,468)</u>	<u>\$ 2,108,000</u>	<u>\$ -</u>	<u>\$ 2,108,000</u>	<u>\$ 1,903,532</u>
<u>Reconciliation from MTP2 to UCOA 4/4/23</u>									
Fund Balance	\$ 559,316		\$ -						
Miscellaneous variances between MTP2 & UCOA	-		(65,190)						
Totals per UCOA Validated Totals Report	<u>\$ 195,652,088</u>		<u>\$ 195,232,050</u>						

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

CITY OF WARWICK, RHODE ISLAND
ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2022

NOTE 1 BASIS OF PRESENTATION

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

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

NOTE 2 REPORTABLE GOVERNMENT SERVICES

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

NOTE 3 ALLOCATIONS

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

**CITY OF WARWICK, RHODE ISLAND
ANNUAL SUPPLEMENTAL TRANSPARENCY REPORT (MTP2)
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2022**

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

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

NOTE 5 EDUCATION REVENUE AND EXPENDITURES

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

Additional guidance and definitions regarding the State's Municipal Transparency Portal can be found on the state Division of Municipal Finance website:

<http://www.municipalfinance.ri.gov/>