

TOWN OF SMITHFIELD, RHODE ISLAND

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2024



Robert Seltzer
Interim Town Manager

Caitlyn Choiniere
Finance Director

PREPARED BY: FINANCE DEPARTMENT

TOWN OF SMITHFIELD, RHODE ISLAND
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2024

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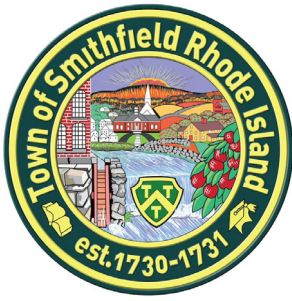
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INTRODUCTORY SECTION

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Town of Smithfield

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SMITHFIELD, RHODE ISLAND 02917
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EMAIL: RSELTZER@SMITHFIELDRI.GOV

ROBERT W. SELTZER
INTERIM TOWN MANAGER

December 23, 2024

To the Honorable Members of the Town Council, and Citizens of the Town of Smithfield, Rhode Island:

The Finance Department is pleased to present the Annual Comprehensive Financial Report of the Town of Smithfield, for the fiscal year ended June 30, 2024. The report includes the independent auditor's report as required by Rhode Island Statutes. The report is prepared in conformity with general accepted accounting principles (GAAP) and standards set forth by the Governmental Accounting Standards Board (GASB).

This report consists of management's representations concerning the finances of the Town of Smithfield. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Smithfield has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Town of Smithfield's financial statements in conformity with GAAP. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the calculation of costs and benefits requires estimates and judgements by management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner that presents fairly the financial position and results of operations as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

CliftonLarsonAllen, LLP (CLA), is a public accounting firm fully licensed and qualified to perform audits of municipalities within the State of Rhode Island, has audited the financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Smithfield, Rhode Island for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent audit concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Smithfield's financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Town of Smithfield was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are included in the Single Audit Section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basis financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Town of Smithfield's MD&A can be found immediately following the independent auditor's report.

GOVERNMENT PROFILE

The Town of Smithfield was settled in 1636 and later incorporated as a town in 1730. The Town, primarily a residential community, comprises 26.7 square miles of land, 1.1 square miles of water and is situated 11 miles northwest of Providence, the State capital. Smithfield is bounded by the Town of North Smithfield on the north, by the Towns of North Providence and Johnston on the south, by the Town of Lincoln on the east, and the Town of Glocester on the west.

The Town operates under a charter form of government, which provides for a five-member Town Council, which is responsible for enacting local legislation; and an appointed Town Manager who executes the laws and the administration of the town government. The Town Council is granted all powers to enact, amend or repeal ordinances relating to the Town's property, affairs, and government as well as the authorization of the issuance of bonds or notes by ordinance. Members are elected at-large for two (2) year terms.

GENERAL

Except as provided below, under Rhode Island law the Town may not, without special statutory authorization, incur any debt which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the Town. Deducted from the computation of aggregated indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the Town. The 3% debt limit of the Town is approximately \$109,792,391 based on net assessed valuations of \$3,659,746,357 as December 31, 2022. As of June 30, 2024, the Town has \$6,618,000 of outstanding debt under the 3% debt limit provision; all other outstanding debt has been authorized by special act of the Rhode Island State Legislature and referenda approved by the Town Electorate.

STATE SCHOOL AID

Pursuant to Rhode Island General Laws Sections 16-7-15 et seq., as amended, the State provides school operations aid to each municipality and school district in the State, subject to annual appropriation by the General Assembly. The statutes provide for reimbursement of school expenditures based on a formula which adjusts the reimbursement ratio based on the relative equalized evaluation of property and median family income of a community relative to the State as a whole. The Town's School Department received \$8,854,881 in direct State aid for the fiscal year ended June 30, 2024. The Town budgeted \$9,787,396 in direct State aid for the fiscal year ending June 30, 2025.

The State provides construction aid to Rhode Island municipalities for the cost of building new public schools. All buildings constructed since July 1, 1949 are eligible for assistance of a minimum of 35% of the full cost of such buildings. Such assistance level may be further increased by a formula which takes into account the equalized assessed valuation and debt service burden of the particular municipality. For the fiscal year ended June 30, 2024, the Town received \$1,548,959 in such construction aid and the Town budgeted \$2,661,250 for the fiscal year ending June 30, 2025.

EDUCATION

A five-member School Committee that is elected at large at the regular biennial elections for staggered four-year terms directs the general administration of the Smithfield School System. The School Committee determines and controls all policies affecting the administration, maintenance, and operation of the public schools in the Town. The School Committee appoints a Superintendent as its chief administrative agent; submits a detailed budget of expenditures and revenues to the Town Council and, once the school budget has been approved, determines the allocation of the amount appropriated. The cost of operating the Town's School System (Unrestricted Fund) for the fiscal year ended June 30, 2024 was \$44,966,841. The School Department budget for the fiscal year ending June 30, 2025 is \$44,687,865. The cost per student is \$18,7201 shared by the Town and the State of Rhode Island in the form of School Operations Aid.

The Town has three elementary schools (PK-5), a middle school (6-8) and a senior high school (9-12). As of October at the beginning of each school year, the student enrollment in the Smithfield School System for the past ten years has been and is as follows:

<u>FISCAL YEAR ENDING</u>	<u>ENROLLMENT</u>
2015	2,372
2016	2,390
2017	2,384
2018	2,395
2019	2,413
2020	2,382
2021	2,364
2022	2,392
2023	2,415
2024	2,402

MUNICIPAL SERVICES

The Town provides major public services, which are detailed as follows:

WASTEWATER FACILITIES

The Town maintains all sewer lines and pumping stations within the Town in accordance with the State of Rhode Island's base plan. The Town sewer system extends to approximately 80% of the Town's residents.

The Wastewater Division operates as an Enterprise Fund, with all operations funded from user fees and assessments. This provides a meaningful measure of the financial position and results of operations of the system, and also provides information necessary for calculation of future rate changes. The distribution of the accounts is as follows:

	Accounts	Units
Residential	5,003	5,773
Commercial	370	2,513
Industrial	22	67
Total	5,395	8,353

User charges are assessed each year in an amount necessary to cover the projected operating expenses and debt service of the Sewer Authority for that year. For the fiscal year ended June 30, 2024 residential users were charged a flat rate of \$415 per unit for the year.

In September of 2024, the Town signed a twenty (20) year agreement with Veolia Water North to operate the Town's wastewater treatment facility.

SANITATION

Weekly rubbish and garbage collection is provided by the Town through the use of private contractors. For the fiscal year ended June 30, 2024, the Public Works Department expended \$1,335,407 for these services. For the fiscal year ending June 30, 2024 the approved budget is \$1,382,881.

PUBLIC WORKS

The Town of Smithfield's Department of Public Works provides a full range of services including street construction and maintenance, snow removal and maintenance of Town facilities. Total expenditures for the fiscal year ended June 30, 2024 totaled \$4,458,474 (including \$229,750 of capital outlays, net of sanitation collection) and budgeted \$4,600,108 (including \$442,941 of capital outlays, net of sanitation collection) for the fiscal year ending June 30, 2025.

PUBLIC SAFETY

The Town of Smithfield Public Safety Department provides fire prevention, emergency medical rescue, police patrol, investigations, community education and animal control functions.

The Police Department consists of 45 full-time police officers. In addition, there are 12 civilian full-time and 8 civilian part-time employees of support personnel including dispatchers. The Police Department expended \$10,143,300 (including \$196,099 of capital outlays) for the fiscal year ended June 30, 2024 and budgeted \$10,102,774 (including \$256,499 of capital outlays) for the fiscal year ending June 30, 2025.

The Fire Department has 3 fire stations staffed by 78 full-time fire fighters and support personnel of 5 full-time employees. The Fire Department expended \$12,515,396 (including \$474,940 of capital outlays) for the fiscal year ended June 30, 2024 and budgeted \$12,244,973 (including \$476,000 of capital outlays) for the fiscal year ending June 30, 2025.

PUBLIC LIBRARIES

There are two public libraries in Town, the Greenville Public Library and East Smithfield Public Library. For the fiscal year ended June 30, 2024 the combined allocation from the Town was \$1,552,709 and budgeted \$1,560,039 for the fiscal year ending June 30, 2025.

EMPLOYEE RELATIONS

The Town of Smithfield currently employs 199 full-time employees exclusive of those employed by the School Department. The School Department employs 229 certified employees and 94.3 full-time and part-time non-certified employees.

The current status of union contract for municipal and school employees is as follows:

Police Department	3 year contract expires June 30,
Fire Department	3 year contract expires June 30,
Police Civilian Employees	3 year contract expires June 30,
Public Works Employees	3 year contract expires June 30,
Town Hall Employees	3 year contract expires June 30,
Teachers	3 year contract expires August
Custodians	3 year contract expires June 30,
Teacher Para-Professionals & Clerical Employees	3 year contract expires June 30,

DEBT ADMINISTRATION

The ratio of net bonded debt to net assessed valuation and the amount of bonded debt per capita are useful indicators of the Town's debt position to municipal management, citizens, and investors. This data for the Town at June 30, 2024 is as follows:

	AMOUNT	RATIO OF NET BONDED DEBT TO NET ASSESSED VALUE	DEBT PER CAPITA
Net Bonded Debt	\$44,850,000	1.23%	\$2,022.27

The Town's bond ratings as of June 30, 2024 are as follows:

- Moody's: Aa2
- S & P: AA

FINANCIAL POLICIES

The Town has a set of Council approved Financial Management policies that were developed to ensure that financial resources are well managed and available to meet the present and future needs of the citizens of the Town of Smithfield.

One key policy is if the Town has a reduction of appropriations. If at any time during the fiscal year it appears probable to the Town Manager that the revenues or fund balances available will be insufficient to finance the expenditures for which appropriations have been authorized, the Manager shall report to the Town Council without delay, indicating the estimated amount of the deficit, any remedial action taken by the Manager and recommendations as to any other steps to be taken. The Council shall then take such further action to prevent any deficit, and for that purpose it may by ordinance reduce one or more appropriations, excluding the School Department.

Another key financial management policy of the Town has to do with the transfer of appropriations. At any time during the fiscal year, the Town Manager may transfer part or all of any unencumbered appropriation balances among programs within a department or organizational unit and shall report such transfers to the Council in writing within 15 days.

LONG-TERM FINANCIAL PLANNING

The Town Council has continued to support Capital Improvements and Projects. The fiscal year 2024 budget includes an appropriation of \$2,070,440 for the following projects: various town building improvements, equipment replacement, plow truck replacements, police vehicles, and school department capital. The Town uses a combination of capital reserve funds, police and fire capital funds, and tax dollars to fund these capital improvements.

The Town Charter calls for a Capital Improvements Program (CIP) to be approved annually. The CIP will be adopted annually as a twenty (20) year capital program, consisting of four (4) increments of five (5) years each. The CIP is a multi-year planning instrument used by the Town to identify needed capital projects and to coordinate financing and scheduling of major capital

equipment and improvements in a way that maximizes the return to the public. Selection and scheduling is based on adherence to community goals, capital needs priorities, the Comprehensive Plan, and the Town's fiscal capabilities.

TAX TREATY AGREEMENTS

The Town of Smithfield places a high priority on economic development in order to solicit and secure new businesses as well as give continual support to the Town's present business community, improving the Town's tax base and the employment opportunities for Smithfield residents. The Town has successfully implemented multiple tax treaty agreements with local businesses to help commercial grow and reduce the tax burden on both local businesses and residents. Additional information can be found under Note 5. Tax Treaty Agreements.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Smithfield for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the sixteenth consecutive year that the government has achieved this prestigious award.

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

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

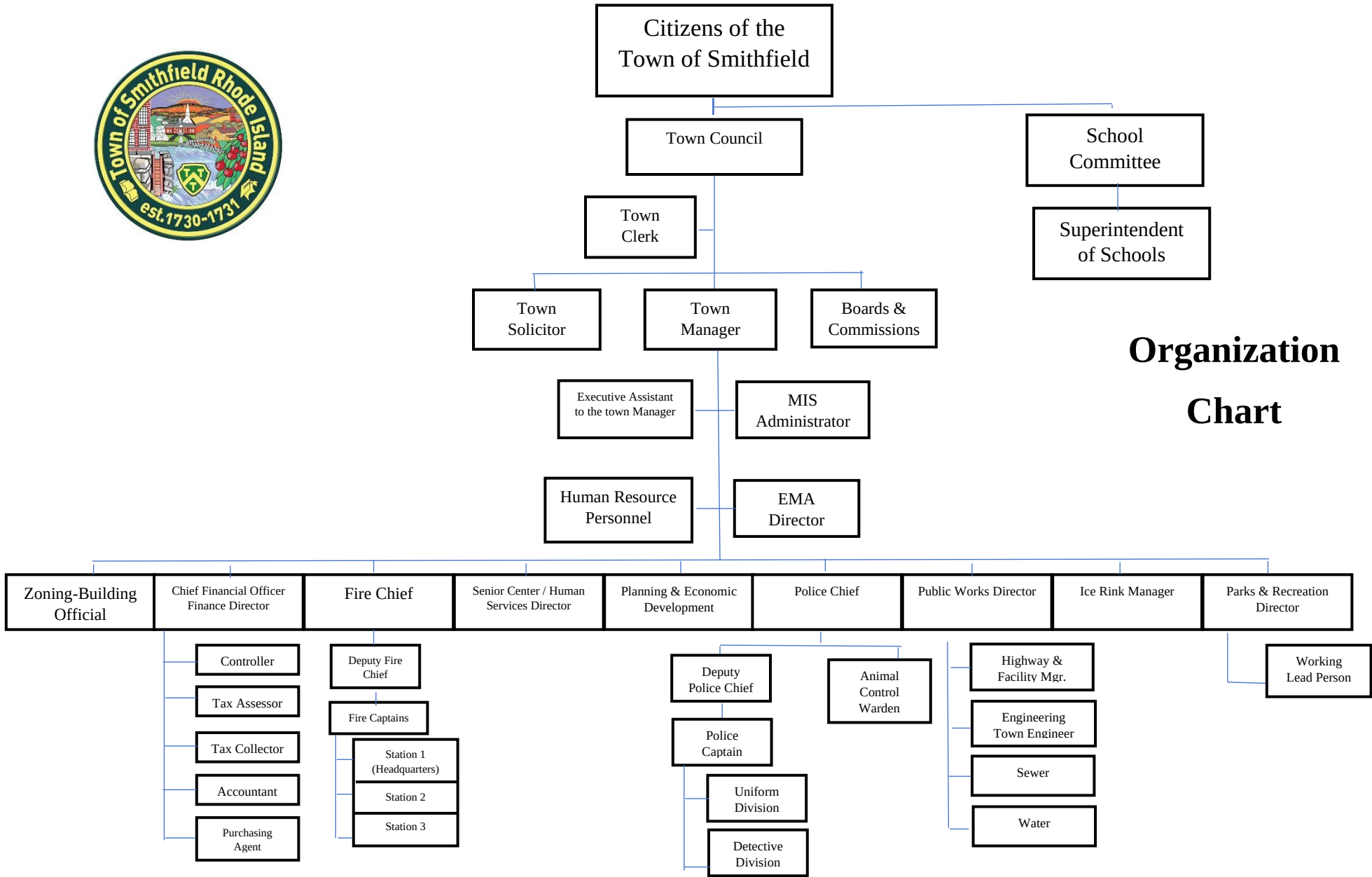
The preparation of the Annual Comprehensive Financial Report and its timely issuance is the result of the efforts and dedication of the competent staff of the Department of Finance. It is a pleasure to work with such a dedicated staff, and I would like to personally thank the Finance Director and Town Controller for their dedication in helping us achieve this level of excellence. I would also like to thank my staff, and all Town Department Heads and their staff who assisted in the preparation of this report. Also, I would like to thank the Budget & Financial Review Board and the Town Council for their interest and support in planning and conducting the financial operation of the Town in a dedicated and responsible manner.

Respectfully Submitted,

A handwritten signature in black ink, reading "Caitlyn Choiniere". The signature is fluid and cursive, with the first name "Caitlyn" and last name "Choiniere" clearly distinguishable.

Caitlyn Choiniere
Finance Director

TOWN OF SMITHFIELD



TOWN OF SMITHFIELD, RHODE ISLAND
TOWN OFFICIALS
June 30, 2024

TOWN COUNCIL

T. Michael Lawton, President

Michael P. Iannotti, Vice President
Sean M. Kildruff

John J. Tassoni, Jr.
Rachel S. Toppi

TOWN MANAGER

Randy R. Rossi, MBA, CGFM, ICMA-CM – Former Town Manager
Robert W. Seltzer, Interim Town Manager

DEPARTMENT HEADS

Animal Control Warden
Building Official
Emergency Management Director
Engineer
Finance Director / Treasurer
Fire Chief
Human Resources / Personnel
Library Director (East Smithfield)
Library Director (Greenville)
Ice Rink Manager
Parks and Recreation Director
Planning and Economic Development Director
Police Chief
Public Works Director / Water Superintendent
Parks and Recreation Director
School Superintendent
Senior Center/ Human Services Director
Tax Assessor
Town Clerk
Town Solicitor

Thomas B. Taylor
Christopher McWhite
Todd S. Manni
Joshua Jelley
Caitlyn Choiniere
Robert W. Seltzer
Susan M. Pilkington
Patrick Lyons
Dorothy J. Swain
Thomas J. Tullie
Robert G. Caine
Michael A. Phillips
Richard P. St. Sauveur
Gene Allen
Robert Caine
Dawn Bartz
Scarlett Carreiro
Christopher Celeste
Lyn Antonuccio
Anthony M. Gallone, Esq



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Smithfield
Rhode Island**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Honorable Members of the Town Council
Town of Smithfield, 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 Town of Smithfield, Rhode Island, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Smithfield, 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 Town of Smithfield, Rhode Island, as of June 30, 2024, 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 Town of Smithfield, 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.

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.

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 Town of Smithfield, 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 Town of Smithfield, 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 Town of Smithfield, 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, OPEB and Pension disclosures, and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Town of Smithfield, Rhode Island's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, the Tax Collector's Report, the Annual Supplemental Transparency Report (MTP2) and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are 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 nonmajor fund financial statements, the Tax Collector's Report, the Annual Supplemental Transparency Report (MTP2) and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

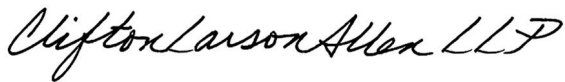
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Honorable Members of the Town Council
Town of Smithfield, Rhode Island

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2024, on our consideration of the Town of Smithfield, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Smithfield, 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 Town of Smithfield, Rhode Island's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Cranston, Rhode Island
December 23, 2024

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

As management of the Town of Smithfield, we offer readers of the Town of Smithfield's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and the Town's financial statements that follow this section.

Financial Highlights

- ❖ The liabilities and deferred inflow of resources for the Town of Smithfield exceeded its assets and deferred outflow of resources at the close of the fiscal year ended June 30, 2024 by (\$10,698,682) (net position). The increase in net position from June 30, 2023 is primarily the result of issuance of School Project general obligation bonds.
- ❖ The government's total net position increased by \$6,898,999. The increase is primarily attributable to the changes in pension and OPEB liability in both governmental and business-type activities and an increase in capital assets.
- ❖ As of the close of the fiscal year, the Town of Smithfield's governmental funds reported combined ending fund balances of \$16,016,202. The unassigned balance is \$2,507,663, which has been impacted the Town's Capital Lease Fund.
- ❖ The remaining fund balance of \$13,508,539 includes \$319,745 in non-spendable funds, \$1,264,453 in restricted funds, and \$11,924,737 in committed funds.
- ❖ At the end of the current fiscal year, the General Funds unassigned fund balance was \$7,328,091, or 8.24% of the total general fund expenditures for the fiscal year. The general fund's current fiscal year's expenditures and transfers exceeded revenues and transfers by \$3,250,317.
- ❖ On the budgetary basis, expenditures and transfers exceeded revenues and transfers by \$76,292.
- ❖ The business-type activities is made up of the Sewer Authority, Water Supply Board, Smithfield Ice Rink and School Lunch Program. The Total Net Position for the business-type activities totaled \$20,980,131, which was a \$40,976 increase from the prior year.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Overview of the Financial Statements

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

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

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

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

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

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

Both of the government-wide financial statements distinguish functions of the Town of Smithfield, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Town's governmental activities include general government, public safety, public works, public health and assistance, public libraries, education, recreation and senior activities, and interest on long-term debt. The business-type activities of the Town include the Sewer Authority, Water Supply Board, Ice Rink, and School Lunch Program.

The government wide financial statements are reported on Pages 21 through 23.

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

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Governmental Funds - Governmental funds pages 24-27 are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

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

Proprietary Funds - The Town of Smithfield's proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town has four enterprise funds. The Smithfield Sewer Authority, which accounts for the Town's sewer system; the Water Supply Board, which accounts for the Town's water system; the Smithfield Ice Rink, which houses an ice rink and associated facilities; the School Lunch Program, which accounts for School Lunch operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Smithfield Sewer Authority, Smithfield Water Supply Board, Smithfield Ice Rink, and School Lunch Fund. The proprietary fund financial statements are presented on Pages 28 through 30.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because resources of those funds are *not* available to support the Town of Smithfield's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary fund financial statements can be found on Pages 32 and 33.

Notes to Financial Statements -The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on Pages 34 through 118.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information pertinent to the Town of Smithfield's operations. Required Supplementary information is presented on Pages 122 through 156.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules are presented on Pages 161 through 205.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Government-wide Financial Analysis

As noted earlier, over time the net position may serve as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. In the case of the Town of Smithfield, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$10,698,682 as of June 30, 2024, an overall increase of \$6,858,023.

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

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	\$ 34,686,399	\$ 40,620,395	\$ 9,602,027	\$ 9,066,979	\$ 44,288,426	\$ 49,687,374
Capital Assets, Net of Accumulated Depreciation	107,396,270	101,233,697	18,992,826	19,926,436	126,389,096	121,160,133
Total Assets	142,082,669	141,854,092	28,594,853	28,993,415	170,677,522	170,847,507
Deferred Outflows of Resources	18,330,185	20,658,574	44,829	-	18,375,014	20,658,574
Current Liabilities	14,377,123	10,891,441	1,205,745	1,079,726	15,582,868	11,971,167
Long-Term Liabilities Outstanding	144,497,088	158,042,353	6,324,789	6,803,567	150,821,877	164,845,920
Total Liabilities	158,874,211	168,933,794	7,530,534	7,883,293	166,404,745	176,817,087
Deferred Inflows of Resources	33,217,456	32,156,684	129,017	89,015	33,346,473	32,245,699
Net Position:						
Net Investment in Capital Assets	50,933,447	40,697,172	12,349,326	12,638,752	63,282,773	53,335,924
Restricted	9,154,794	8,245,417	-	-	9,154,794	8,245,417
Unrestricted	(91,767,054)	(87,520,401)	8,630,805	8,382,355	(83,136,249)	(79,138,046)
Total Net Position	<u>\$ (31,678,813)</u>	<u>\$ (38,577,812)</u>	<u>\$ 20,980,131</u>	<u>\$ 21,021,107</u>	<u>\$ (10,698,682)</u>	<u>\$ (17,556,705)</u>

By far the largest portion of the Town's net position \$63,282,773 reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment); less any related debt used to acquire these assets that are still outstanding. The Town uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The unrestricted net position of (\$83,136,249), represents an increase of 5.05% from the prior year, is the change in resources available to fund Town programs to residents and debt obligations to creditors. The negative unrestricted net position is primarily the result of the Town's unfunded pension, OPEB liabilities and general obligation bonds.

The Town's net position increased by \$6,858,023 during the current fiscal year. The increase in net position for fiscal 2024 was comprised of an increase in governmental activities of \$6,898,999 and a decrease in business-type activities totaling \$40,976.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Net Position summary presentation:

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the net investment in capital assets.

Spending of Non-borrowed Current Assets on New Capital – which will (a) reduce current assets and increase capital assets and (b) reduce unrestricted net position and increase net investment in capital assets.

Principal Payment on Debt – which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase net investment in capital assets.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and net investments in capital assets.

Governmental Activities – Statements of Net Position

The category of “Current and other assets” was \$34,686,399 as of June 30, 2024. This category consisted primarily of “Cash and cash equivalents” of \$12,270,415, “Accounts receivable-personal property taxes” of \$2,790,858, and “Accounts receivable-departmental-other” of \$2,308,681 and “Internal balances” of (\$2,354,739), “Net pension assets” of \$7,890,341, “Investments” of \$8,307,234, “Due from federal and state governments” of \$649,484, and “Prepaid items” of \$205,725.

“Deferred Outflow of Resources” was \$18,330,185 at June 30, 2024 and was comprised of \$11,653,402 of “Deferred outflows related to pension plan obligations,” and \$6,676,783 of “Deferred outflows related to OPEB plan obligations.”

Current liabilities of \$14,377,123 consisted primarily of \$5,713,378 of “Accounts payable and accrued expenses” and \$1,324,924 of “Current portion of compensated absences”, \$600,000 for “current portion of claims payable” and \$3,755,000 of “Current portion of bonds and other debt obligations”.

The long-term liabilities outstanding at fiscal year-end were \$144,497,088, composed primarily of \$53,669,998 in Net Pension Liability, \$32,675,638 in post-retirement benefit obligations, \$52,707,823 in general obligation bonds and leases payable (used to fund various capital projects such as school construction and improvements, road improvements, and land trust purchases), \$5,045,696 in compensated absences and 397,933 in claims payable.

“Deferred Inflow of Resources” of \$33,217,456 related to the pension plan, OPEB plan, deferred revenue-other, and leases.

Total net position at June 30, 2024 was (\$31,678,813) and was comprised of unrestricted of (\$91,767,053), “Net Investments in Capital Assets” of \$50,933,447 and restricted of \$9,154,794.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Business-Type Activities – Statements of Net Position

For business-type activities, such as the Sewer Enterprise Fund, "Current and other assets" of \$8,566,081 consisted primarily of \$4,382,330 in "Cash and cash equivalents" which was available to support the current operations of the Enterprise Funds, "Restricted cash" of \$750,690, "Accounts receivable" of \$78,676, "Internal balances" of \$2,354,739 and "Cash on deposit with funding agency" of \$881,130.

Current liabilities of \$1,205,745 consisted primarily of \$643,692 of "Accounts payable and accrued expenses", \$19,480 of "Unearned revenue" and \$525,450 of "Current portion of bonds and other debt obligations".

Long-term liabilities of \$6,324,789 were comprised primarily of \$6,118,050 of "General obligation bonds and other debt, net," which represents the non-current portion of long-term liabilities, primarily general obligation bonds used of finance capital operations of the Sewer Plan as well as SRF (state revolving fund) loans from the Rhode Island Infrastructure Bank, and \$90,720 in compensated absences.

The total net position for the Business-type Activities as of June 30, 2024 was \$20,980,131. Net investment in capital assets was the major component of net position for business-type activities and amounted to \$12,349,326 and \$8,630,805 was designated "Unrestricted".

Changes in Net Position

Governmental Activities - Net position for governmental activities increased by \$6,342,478 in the current fiscal year, to (\$31,678,813).

Charges for services decreased by (\$4,237,105), (55.45%) primarily due to the reduction in Public Works, Recreation and Senior Activities revenue. Property taxes increased by \$1,881,046, 3.24% during the fiscal year. Operating grants and contributions increased by \$4,834,063, 31.70% primarily due to an increase in State Aid. Capital grants and contributions recognized a decrease of (\$969,103) because of an decrease in the General Government activity.

Changes in Fund Balance

The net change in fund balance for fiscal year end June 30, 2024, was a decrease of (\$7,603,976) for the Town's governmental fund types. This decrease is due to a decrease in Cash and cash equivalents.

There are various other items which are reconciliations between the Statement of Activities and the Schedule of Revenues, Expenditures and Changes in Fund Balances, all of which can be seen on Page 27.

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

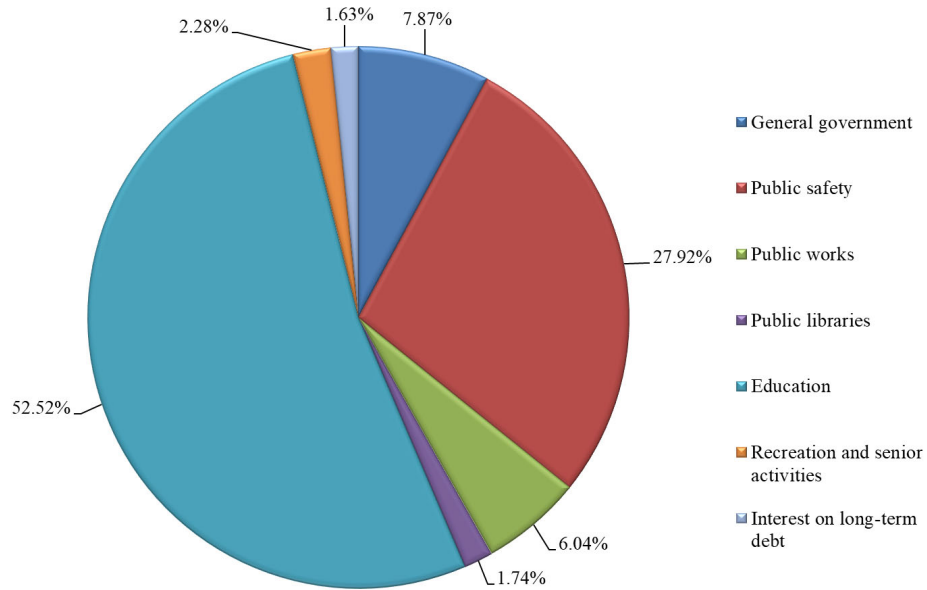
TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

TOWN OF SMITHFIELD, RHODE ISLAND
Changes in Net Position

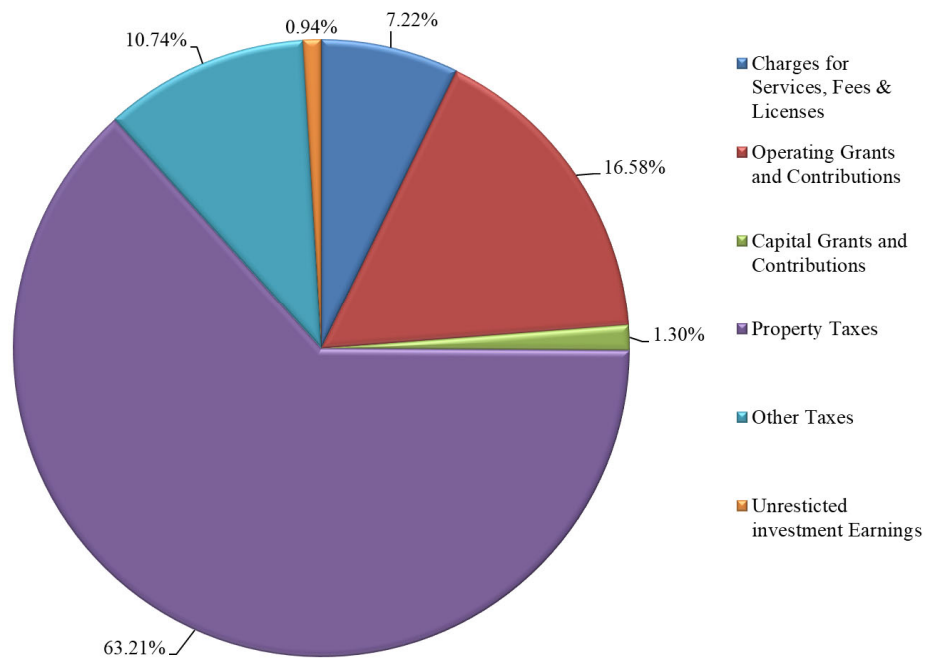
	Governmental Activities			Business-Type Activities		
	2024	2023	Change	2024	2023	Change
Revenues:						
Program Revenues:						
Charges for Services	\$ 3,403,701	\$ 7,640,806	\$ (4,237,105)	\$ 7,011,848	\$ 6,474,973	\$ 536,875
Operating Grants and Contributions	20,083,915	15,249,852	4,834,063	374,855	483,177	(108,322)
Capital Grants and Contributions	229,642	1,198,745	(969,103)	-	-	-
General Revenues:						
Property Taxes	60,423,935	58,132,647	2,291,288	-	-	-
Unrestricted Investment Earnings	865,278	754,993	110,285	50,573	37,231	13,342
Miscellaneous	10,414,489	9,260,362	1,154,127	126,086		126,086
Total Revenues	95,420,960	92,237,405	3,183,555	7,563,362	6,995,381	567,981
Expenses:						
General Government	7,049,711	6,030,264	1,019,447	-	-	-
Public Safety	24,999,349	23,270,415	1,728,934	-	-	-
Public Works	5,406,355	5,347,045	59,310	-	-	-
Education	47,035,894	45,531,720	1,504,174	-	-	-
Recreation and Senior Activities	2,046,014	2,284,534	(238,520)	-	-	-
Public Health and Assistance	-	-	-	-	-	-
Community Development	-	-	-	-	-	-
Public Libraries	1,560,359	1,516,642	43,717	-	-	-
Interest on Long-Term Debt	900,318	1,818,004	(917,686)	-	-	-
Sewer Authority	-	-	-	3,798,259	3,550,251	248,008
Water Supply Board	-	-	-	1,593,324	1,545,854	47,470
Smithfield Ice Rink	-	-	-	826,827	803,696	23,131
School Lunch Program	-	-	-	909,889	1,024,514	(114,625)
Total Expenses	88,998,000	85,798,624	3,199,376	7,128,299	6,924,315	203,984
Change in Net Position Before Transfers	6,422,960	6,438,781	(15,821)	435,063	71,066	363,997
Transfers	476,039	454,475	21,564	(476,039)	(454,475)	(21,564)
Change in Net Position	6,898,999	6,893,256	5,743	(40,976)	(383,409)	342,433
Net Position - Beginning of Year	(38,577,812)	(45,471,068)	6,893,256	21,021,107	21,404,516	(383,409)
Net Position - End of Year	<u>\$ (31,678,813)</u>	<u>\$ (38,577,812)</u>	<u>\$ 6,898,999</u>	<u>\$ 20,980,131</u>	<u>\$ 21,021,107</u>	<u>\$ (40,976)</u>

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Expenses by Function - Governmental Activities



Revenues by Source - Governmental Activities



TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
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(UNAUDITED)

Education expenses account for approximately 52.52% of total expenses within the governmental funds of the Town of Smithfield. Public safety and General government expenses account for approximately 27.92% and 7.87%, respectively of total expenditures for the 2024 fiscal year. Major expense factors include:

- Governmental activities expenses increased by \$3,755,897 from \$85,798,624 to \$89,554,521. This increase was due to an increase in Public Safety, General Government and Education expenses.
- Public Safety saw an increase in expenditures of \$1,728,934 from \$23,270,415 to \$24,999,349 for the current fiscal year, an increase of 7.43%.
- Interest on long term debt decreased by (\$917,686) due to a decrease in bond interest payments and the change of bond premium calculation from straight-line to effective interest rate

Business-type Activities – Net position in business-type activities decreased by (\$40,976) resulting in a (-.19%) decrease in the business-type net position.

Charges for services for business-type activities accounted for 92.71% of the total revenue sources. The balance of revenues for business-type activities was from operating grants and contributions, miscellaneous revenues and unrestricted investment earnings of 7.29%.

Sewer authority expenses account for approximately 53.28% of the total expenditures within the business-type activities of the Town. The Water Supply Board, Ice Rink, and School Lunch Program expenses account for approximately 22.35%, 11.60%, and 12.76%, respectively, of the total business-type activities expenditures for the 2024 fiscal year.

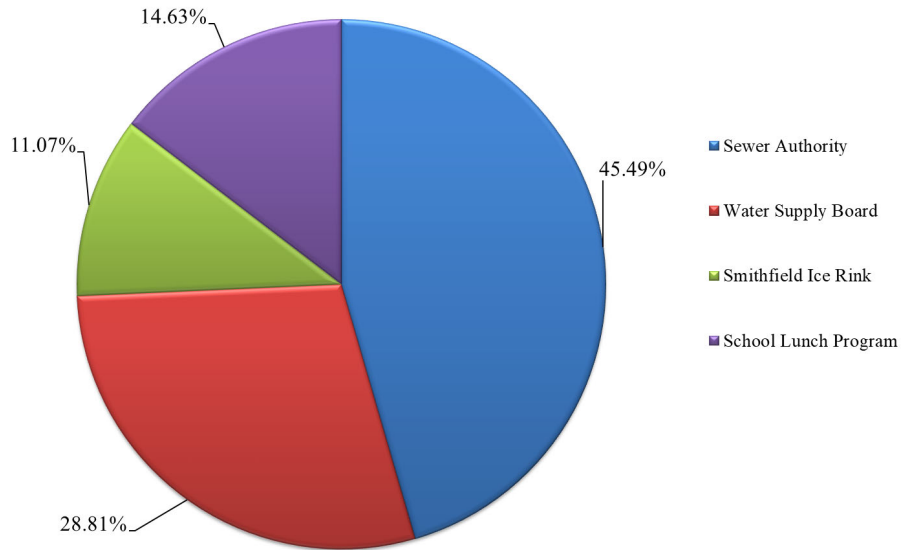
Charges for service for business-type activities increased by \$536,875 from \$66,474,973 to \$7,011,848. The Sewer Authority fund had an increase of \$426,490. Charges for services in the Water Supply Board increase by \$151,825, while the Ice Rink recognized an increase of \$28,092. The School Lunch programs had an increase in food sales from the prior year of \$12,612.

Unrestricted investment earnings increased from \$37,231 to \$50,573 for all business-type activities. The increase in interest earned on investments was due to aggressive investments and the increase in the interest rate.

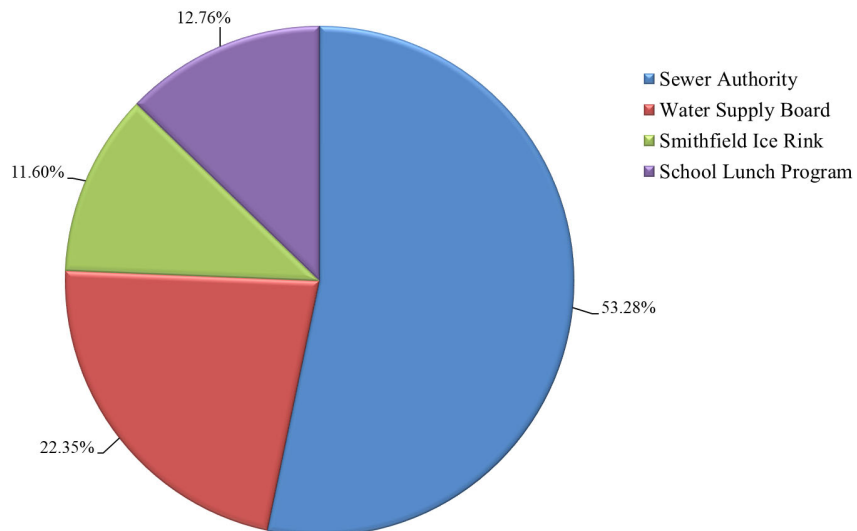
Expenses in the Sewer Authority fund increased by \$248,008 during the fiscal year. The Water Supply expenses increased by \$47,470 and the Ice Rink fund increased by \$23,131 during the fiscal year. The School Lunch Program fund recognized a decrease in expenditures of (\$114,625) in fiscal year 2024.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Revenues by Source - Business-type Activities



Expenses by Function - Business-type Activities



TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Financial Analysis of the Town of Smithfield's Funds

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

At the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$16,016,202. The unassigned fund balances represent an amount equal to \$7,328,091, which has been impacted by the non-major governmental funds. The remainder of the fund balance is non-spendable, restricted, committed or assigned for future commitments or designated for specific purposes. The fund balance in the General Fund decreased by (\$3,250,317) due to the decrease of cash and cash equivalents. The fund balance in the School Unrestricted Fund increased by \$599,790 due to an increase in grant revenue.

For a more detailed review of changes in fund balances, see the statement of revenues, expenditures and changes in fund balances on Page 26.

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

Unrestricted net position in the Sewer Authority at the end of the fiscal year amounted to \$2,488,720, a decrease of (\$62,623). Unrestricted net position in the Water Supply increased by \$335,553 for a total of \$4,724,299. The Ice Rink finished the year with an unrestricted net position of \$846,036, which was an increase in value of \$176,684. The School Lunch Program recognized an increase in unrestricted net position by \$14,165 to \$729,147.

General Fund Budgetary Highlights

For the year ended June 30, 2024, the General Fund revenues and transfers were over budget projections by \$160,605, or .18%. General Fund expenditures were over budget by (\$236,897), or (.26%). This resulted in a (\$76,292) budgetary loss in the General Fund for the year ended June 30, 2024. This budgetary loss was the result of Public Safety overtime costs and the costs of insurance. See details on Pages 122 through 128.

Revenues:

Property taxes – were under budget by (\$408,266) due to a lower than expected collection rate.

Intergovernmental revenues - were under budget by (\$97,012) due to a decrease in School Housing Aid and the inability to hire Fire Fighters which reduced the revenue from the Federal SAFER Grant.

License, fees and permits - were over budget by \$227,980 due to an unanticipated increase in the quantity of building permits issued throughout the year.

Interest Income revenues – were over budget by \$522,204 due to aggressive investments and the increase in the interest rate.

Other financing sources - were under budget (\$461,039) due to the availability of alternative revenue sources.

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Expenditures:

Public Safety - was over budget by (\$1,553,848) due to overtime costs for covering long-term vacancies and cash-ins of accrued time.

Public Works – was under budget by \$271,633 due to savings from the street light program, rollover of paving funds, and vacancies in the department.

Debt Service - was under budget by \$1,730,113 due to not issuing authorized debt for a new fire station.

Municipal Capital Improvements –expenditures were under budget by \$336,253 due to projects taking place in future fiscal years.

The Town of Smithfield's Capital Assets

The Town of Smithfield's investment in capital assets for its governmental and business-type activities as of June 30, 2024 amounts to \$126,389,096 (net of accumulated depreciation). The investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, infrastructure, and construction in progress.

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

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 15,457,351	\$ 15,445,390	\$ 270,686	\$ 270,686	\$ 15,728,037	\$ 15,716,076
Construction in progress	12,408,917	7,207,064	280,720	2,602,113	12,689,637	9,809,177
Land improvements	-	-	965	1,140	965	1,140
Buildings & improvements	63,581,352	64,526,891	5,668,680	5,890,665	69,250,032	70,417,556
Equipment	1,400,840	1,372,270	3,943,950	4,249,863	5,344,790	5,622,133
Vehicles	4,161,732	2,768,090	78,423	107,655	4,240,155	2,875,745
Infrastructure	10,386,078	9,857,920	8,679,109	6,792,595	19,065,187	16,650,515
Leased Equipment	-	56,072	-	-	-	56,072
Subscription-Based IT	-	-	70,293	-	70,293	-
Total	\$ 107,396,270	\$ 101,233,697	\$ 18,992,826	\$ 19,914,717	\$ 126,389,096	\$ 121,148,414

Additional information on the Town of Smithfield's capital assets is located in "Note 6" of the notes to the financial statements on Pages 62 and 64.

The Town of Smithfield's Debt Administration

At the end of the current fiscal year, the Town of Smithfield's Governmental Activities had a total bonded debt of \$56,462,823 which includes premium on bond issuances of \$4,994,823. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the Town's long-term debt.

**TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)**

**TOWN OF SMITHFIELD, RHODE ISLAND
Bonds, and Note Obligations**

	Governmental Activities		Business-Type Activities		Total	
	2024	2023	2024	2023	2024	2023
Bonds payable, including premium	\$ 56,462,823	\$ 60,480,453	\$ 6,643,500	\$ 7,186,950	\$ 63,106,323	\$ 67,667,403
Total	<u>\$ 56,462,823</u>	<u>\$ 60,480,453</u>	<u>\$ 6,643,500</u>	<u>\$ 7,186,950</u>	<u>\$ 63,106,323</u>	<u>\$ 67,667,403</u>

Note 8, Pages 64 through 67 provides additional information on the Town's long-term debt obligations.

The Town's general obligation bond rating as reaffirmed by Moody's Investors Service in August of 2021 is Aa2 and AA-Stable by S&P in August of 2021. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable Town property on the general obligation debt that a municipality can issue. The Town of Smithfield's limit is approximately \$109,792,391 at year-end, based upon a net assessed value of \$3,659,746,357. The Town's outstanding governmental activities general obligation debt is \$56,462,823 of which only \$6,618,000 is subject to the legal debt margin. See Schedule 12 in the Statistical Section for a further explanation of debt subject to the margin.

EMPLOYMENT

Since Smithfield is easily accessed via Interstate 295 and U.S. Route 44 and is strategically located 50 minutes from Boston and 10 minutes from Providence most employment opportunities extend outside the Town. The principal employers are Fidelity Investments, Bryant University, and Town of Smithfield.

HOUSING

At the end of June 2024, the median sale price for single family homes in Smithfield was \$400,000 and the median price of all sales was \$417,894.

POPULATION

In 2020 Smithfield was ranked 19th in population among the thirty-nine cities and towns in Rhode Island. Based on the U.S. Bureau of Census, Smithfield experienced a moderate increase in populations from 1970 through 2020.

Population in the Town from 1950 to 2020 was as follows:

<u>Years</u>	<u>Population</u>
1950	6,690
1960	9,442
1970	13,468
1980	16,886
1990	19,163
2000	20,613
2010	21,430
2020	22,118

TOWN OF SMITHFIELD, RHODE ISLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024
(UNAUDITED)

Economic Factors and Next Year's Budgets and Rates

Smithfield is known as the Apple Valley for orchards. In the 20th century, the Town transformed into a suburban community with a solid industrial and commercial base. Residential accounts for 72.69% of the tax base, commercial and industrial account for 22.98%, while tangible taxes account for 4.33% of the tax base.

The Town of Smithfield's total general fund budget for the fiscal year 2025 amounts to \$91,601,143 which reflects an increase of \$4,977,161 or 5.75% above the fiscal year 2024 budget of \$86,623,982. Of the Town's 2025 budget, \$44,687,865 or 48.79% is budgeted for education expenditures.

The State of Rhode Island is budgeted to contribute \$9,787,396 to the Town's education department based on State Aid in fiscal 2025.

The Town's residential tax rate for fiscal year 2025 is \$14.44 per \$1,000 of assessed value and commercial tax rate of \$20.21 per \$1,000 of assessed value with 44.08% allocated for general government and 55.92% allocated for education. For fiscal year 2024 the Town's residential tax rate is \$13.72 per \$1,000 of assessed value and commercial tax rate of \$19.20 per \$1,000 of assessed value with 44.37% allocated for general government and 55.63% allocated for education.

Request for Information

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, contact the Finance Director's Office, Town of Smithfield, 64 Farnum Pike, Smithfield, RI 02917.



Caitlyn Choiniere
Finance Director

BASIC FINANCIAL STATEMENTS

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TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
CURRENT ASSETS			
Cash and Cash Equivalents	\$ 12,270,415	\$ 4,382,330	\$ 16,652,745
Cash on Deposit with Funding Agency	1,516,136	881,130	2,397,266
Restricted Cash	-	750,690	750,690
Investments	8,307,234	-	8,307,234
Receivables:			
Accounts Receivable	991,230	78,676	1,069,906
Personal Property Taxes	2,790,858	-	2,790,858
Departmental and Other	2,308,681	-	2,308,681
Assessment fees	-	1,025,797	1,025,797
Intergovernmental	649,484	39,008	688,492
Internal Balances	(2,354,739)	2,354,739	-
Inventory	-	79,508	79,508
Prepaid Items	205,725	-	205,725
Total Current Assets	26,685,024	9,591,878	36,276,902
NONCURRENT ASSETS			
Net Pension Asset (TSB and MERS)	7,890,341	-	7,890,341
Assessment Fees	-	10,149	10,149
Lease Receivable	111,034	-	111,034
Capital Assets Not Being Depreciated	27,866,268	551,406	28,417,674
Capital Assets, Net of Depreciation and Amortization	79,530,002	18,441,420	97,971,422
Total Noncurrent Assets	115,397,645	19,002,975	134,400,620
 Total Assets	 142,082,669	 28,594,853	 170,677,522
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts Related to OPEB	6,676,783	-	6,676,783
Deferred Amounts Related to Pensions	11,653,402	44,829	11,698,231
Total Deferred Outflows of Resources	18,330,185	44,829	18,375,014
 Total Assets and Deferred Outflows of Resources	 \$ 160,412,854	 \$ 28,639,682	 \$ 189,052,536

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
CURRENT LIABILITIES			
Accounts Payable and Accrued Expenses	\$ 5,713,378	\$ 643,692	\$ 6,357,070
Unearned Revenue	2,071,230	19,480	2,090,710
Accrued Interest	537,662	-	537,662
Payable to External Parties (Fiduciary)	374,927	-	374,927
Claims Payable, Current Portion	600,000	-	600,000
Subscription, Current Portion	-	17,123	17,123
Compensated Absences, Current Portion	1,324,926	-	1,324,926
Bonds and Other Debt Obligations, Current Portion	3,755,000	525,450	4,280,450
Total Current Liabilities	14,377,123	1,205,745	15,582,868
NONCURRENT LIABILITIES			
Claims Payable	397,933	-	397,933
Compensated Absences	5,045,696	90,720	5,136,416
Subscription	-	60,718	60,718
Net OPEB Liability	32,675,638	-	32,675,638
Net Pension Liability	53,669,998	55,301	53,725,299
General Obligation Bonds and Other Debt, Net	52,707,823	6,118,050	58,825,873
Total Noncurrent Liabilities	144,497,088	6,324,789	150,821,877
Total Liabilities	158,874,211	7,530,534	166,404,745
DEFERRED INFLOWS OF RESOURCES			
Deferred Gain on Refunding	-	79,556	79,556
Deferred Amounts Related to Leases	111,034	-	111,034
Deferred Amounts Related to Pensions	10,986,471	49,461	11,035,932
Deferred Amounts Related to OPEB	22,119,951	-	22,119,951
Total Deferred Inflows of Resources	33,217,456	129,017	33,346,473
Total Liabilities and Deferred Inflows of Resources	192,091,667	7,659,551	199,751,218
NET POSITION			
Net Investment in Capital Assets	50,933,447	12,349,326	63,282,773
Restricted for:			
General Government	422,460	-	422,460
Expendable Endowments	63,722	-	63,722
Public Safety Programs	9,832	-	9,832
Educational Purposes	312,809	-	312,809
Public Works	335,000	-	335,000
Recreation and Senior Activities	120,630	-	120,630
Pension Asset (TSB and MERS)	7,890,341	-	7,890,341
Unrestricted	(91,767,054)	8,630,805	(83,136,249)
Total Net Position	\$ (31,678,813)	\$ 20,980,131	\$ (10,698,682)

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF ACTIVITIES
JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-Type Activities	
GOVERNMENTAL ACTIVITIES							
General Government	\$ 7,049,711	\$ 1,281,087	\$ 4,867,934	\$ -	\$ (900,690)	\$ -	\$ (900,690)
Public Safety	24,999,349	1,584,692	712,216	-	(22,702,441)	-	(22,702,441)
Public Works	5,406,355	-	-	-	(5,406,355)	-	(5,406,355)
Public Libraries	1,560,359	-	-	-	(1,560,359)	-	(1,560,359)
Education	47,035,894	524,125	14,060,538	229,642	(32,221,589)	-	(32,221,589)
Recreation and Senior Activities	2,046,014	13,797	443,227	-	(1,588,990)	-	(1,588,990)
Interest on Long-Term Debt	900,318	-	-	-	(900,318)	-	(900,318)
Total Governmental Activities	88,998,000	3,403,701	20,083,915	229,642	(65,280,742)	-	(65,280,742)
BUSINESS-TYPE ACTIVITIES							
Sewer Authority	3,798,259	3,549,871	-	-	-	(248,388)	(248,388)
Water Supply Board	1,593,324	2,122,158	-	-	-	528,834	528,834
Smithfield Ice Rink	826,827	792,478	-	-	-	(34,349)	(34,349)
School Lunch Program	909,889	547,341	374,855	-	-	12,307	12,307
Total Business-Type Activities	7,128,299	7,011,848	374,855	-	-	258,404	258,404
Total Primary Government	\$ 96,126,299	\$ 10,415,549	\$ 20,458,770	\$ 229,642	(65,280,742)	258,404	(65,022,338)
GENERAL REVENUES							
Property Taxes					60,423,935	-	60,423,935
Motor Vehicle Phase-Out Taxes					7,098,694	-	7,098,694
Telephone and Hotel Taxes					1,728,845	-	1,728,845
Miscellaneous and Other					1,586,950	126,086	1,713,036
Unrestricted Investment Earnings					865,278	50,573	915,851
Transfers					476,039	(476,039)	-
Total General Revenues and Transfers					72,179,741	(299,380)	71,880,361
CHANGE IN NET POSITION					6,898,999	(40,976)	6,858,023
Net Position - Beginning of Year					(38,577,812)	21,021,107	(17,556,705)
NET POSITION - END OF YEAR					\$ (31,678,813)	\$ 20,980,131	\$ (10,698,682)

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	School Unrestricted Fund	American Rescue Plan Act (ARPA)	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 7,946,584	\$ 332,088	\$ -	\$ 3,991,743	\$ 12,270,415
Cash on Deposit with Funding Agency	-	-	-	1,516,136	1,516,136
Investments	8,307,234	-	-	-	8,307,234
Receivables:					
Taxes, Net	2,790,858	-	-	-	2,790,858
Other, Net	2,446,247	11,030	-	842,235	3,299,512
Intergovernmental	-	32,093	-	617,392	649,485
Leases	-	-	-	111,034	111,034
Prepaid Items	-	1,000	-	205,121	206,121
Due from Other Funds	11,594,045	3,402,090	2,416,846	4,877,000	22,289,981
Total Assets	<u>\$ 33,084,968</u>	<u>\$ 3,778,301</u>	<u>\$ 2,416,846</u>	<u>\$ 12,160,661</u>	<u>\$ 51,440,776</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 3,468,926	\$ 514,189	\$ 345,616	\$ 507,113	\$ 4,835,844
Claims Payable	600,000	-	-	-	600,000
Accrued Liabilities	-	876,364	-	1,170	877,534
Due to Other Funds	17,098,560	-	-	7,546,160	24,644,720
Unearned Revenue - ARPA	-	-	2,071,230	-	2,071,230
Interfund Payable	374,924	-	-	-	374,924
Total Liabilities	<u>21,542,410</u>	<u>1,390,553</u>	<u>2,416,846</u>	<u>8,054,443</u>	<u>33,404,252</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Tax Revenue	885,471	-	-	-	885,471
Unavailable Revenue - Opioid Settlement	138,530	-	-	-	138,530
Unavailable Revenue - Other	10,000	-	-	875,287	885,287
Leases	0	-	-	111,034	111,034
Total Deferred Inflows of Resources	<u>1,034,001</u>	<u>-</u>	<u>-</u>	<u>986,321</u>	<u>2,020,322</u>
FUND BALANCES					
Nonspendable	114,228	-	-	205,121	319,349
Restricted	-	-	-	1,264,453	1,264,453
Committed	3,066,238	2,387,748	-	6,470,751	11,924,737
Unassigned	7,328,091	-	-	(4,820,428)	2,507,663
Total Fund Balances	<u>10,508,557</u>	<u>2,387,748</u>	<u>-</u>	<u>3,119,897</u>	<u>16,016,202</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 33,084,968</u>	<u>\$ 3,778,301</u>	<u>\$ 2,416,846</u>	<u>\$ 12,160,661</u>	<u>\$ 51,440,776</u>

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

Total Fund Balance - Governmental Funds \$ 16,016,202

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

Assets used in governmental activities are not financial resources and, therefore, the underlying resources are not recognized currently in the governmental funds.

Capital Assets	224,512,350
Less: Accumulated Depreciation and Amortization	<u>(117,116,080)</u>
Net Capital Assets	107,396,270

Other long-term assets and deferred outflows of resources are not available to pay for current-period expenditures and therefore, are deferred in the funds:

Unavailable Property Tax Receivables	885,471
Unavailable Revenues- Opioid Settlement and other	1,023,817
Net Pension Asset (TSB and MERS Police and Fire)	7,890,341
Deferred Outflows of Resources Related to Pensions	11,653,402
Deferred Outflows of Resources Related to OPEB	6,676,783

Long-term liabilities and deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the governmental funds:

Bonds and Notes Payable	(51,468,000)
Deferred Inflows of Resources Related to Pensions	(10,986,471)
Deferred Inflows of Resources Related to OPEB	(22,119,951)
Unamortized Bond Issue Premium	(4,994,823)
Interest Payable on Bonds	(537,662)
Compensated Absences	(6,370,622)
Net Pension Liability	(53,669,998)
Lease Liability	(32,675,638)
Claims and Judgments	<u>(397,933)</u>

Net Position of Governmental Activities \$ (31,678,813)

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General Fund	School Unrestricted Fund	American Rescue Plan Act (ARPA)	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES					
General Property Taxes	\$ 60,013,693	\$ -	\$ -	\$ -	\$ 60,013,693
Intergovernmental	11,982,385	524,125	1,688,762	3,445,854	17,641,126
Licenses, Fees, Fines, Charges, and Assessments and Permits	1,202,980	-	-	1,676,780	2,879,760
Investment Income (Loss)	827,220	-	-	38,075	865,295
Contributions	-	8,854,881	-	91,435	8,946,316
State On-Behalf Pension and Transportation Contributions	-	2,213,600	-	-	2,213,600
Other Miscellaneous, including Medicaid	(60,512)	201,030	-	1,641,723	1,782,241
Total Revenues	73,965,766	11,793,636	1,688,762	6,893,867	94,342,031
EXPENDITURES					
Current:					
General Government	3,727,119	-	4,346	41,196	3,772,661
Public Safety	22,880,449	-	502	1,027,071	23,908,022
Public Works	5,265,256	-	-	-	5,265,256
Libraries	1,552,709	-	-	-	1,552,709
Education	-	44,966,841	876,500	3,136,460	48,979,801
Recreation and Senior Activities	1,459,658	-	-	345,194	1,804,852
Benefits and Other Miscellaneous	3,306,971	-	-	45,115	3,352,086
Debt Service:					
Principal	2,845,000	-	-	-	2,845,000
Interest and Other Costs	1,868,183	-	-	-	1,868,183
Capital Expenditures	3,017,930	-	807,414	5,248,132	9,073,476
Total Expenditures	45,923,275	44,966,841	1,688,762	9,843,168	102,422,046
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	28,042,491	(33,173,205)	-	(2,949,301)	(8,080,015)
OTHER FINANCING SOURCES (USES)					
Transfers In	2,688,802	33,871,610	-	208,615	36,769,027
Transfers Out	(33,981,610)	(98,615)	-	(2,212,763)	(36,292,988)
Total Other Financing Sources (Uses)	(31,292,808)	33,772,995	-	(2,004,148)	476,039
NET CHANGE IN FUND BALANCES	(3,250,317)	599,790	-	(4,953,449)	(7,603,976)
Fund Balances - Beginning of Year	13,758,874	1,787,958	-	8,073,346	23,620,178
FUND BALANCES - END OF YEAR	\$ 10,508,557	\$ 2,387,748	\$ -	\$ 3,119,897	\$ 16,016,202

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, 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, 2024

Net Change in Fund Balances - Governmental Funds \$ (7,603,976)

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. This is the amount by which depreciation expense exceeded capital expenditures (which are capitalized as capital assets) in the current period.

Cost Basis, Acquisition of Assets	10,056,069
Depreciation and Amortization Expense	(3,893,496)
Total	6,162,573

Other postemployment benefit expense reported in the statement of activities requires the use of current financial resources and is not report as an expenditure in the governmental funds.

Change in OPEB Related Outflows	(1,974,950)
Change in OPEB Related Inflows	(4,668,970)
Change in OPEB Liability	6,682,535

Pension benefit expense reported in the statement of activities requires the use of current financial resources and is not report as an expenditure in the governmental funds.

Change in Pension Related Outflows	(353,439)
Change in Pension Related Inflows	(256,849)
Change in Pension Liability	3,921,223
Change in Pension Asset	642,593

Revenues in the statement of activities that do not provide current financial resources are fully deferred in the statement of revenues, expenditures, and changes in fund balances. Therefore, the recognition of revenue for various types of accounts receivable (i.e., real estate and personal property, motor vehicle excise, etc.) differ between two statements. This amount represents the net change in deferred inflows of resources.

Deferred Taxes	410,242
Deferred - Other	1,243,053

Issuance of long-term debt (e.g., bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the financial resources of governmental funds. Neither transaction, however, has any effect on the net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt Principal Payments	2,845,000
Bond Premium Amortized	616,109
Lease Principal Payments	56,072

In the statement of activities, interest is accrued on outstanding long-term debt, whereas in the governmental funds, interest is not reported until due. (204,765)

Some expenses reported in the statement of activities, such as compensated absences, do not require the current financial resources and, therefore, are not reported as expenditures in the governmental funds. (219,518)

Some expenses reported in the statement of activities, such as claims and judgements, do not require the current financial resources and, therefore, are not reported as expenditures in the governmental funds. (397,933)

Change in Net Position of Governmental Activities \$ 6,898,999

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2024

	Business- Type Activities - Enterprise Funds				
	Sewer Authority	Water Supply Board	Smithfield Ice Rink	School Lunch Program	Total
ASSETS					
CURRENT ASSETS					
Cash and Cash Equivalents	\$ 2,235,748	\$ 243,277	\$ 1,194,223	\$ 709,082	\$ 4,382,330
Restricted Cash	548,562	202,128	-	-	750,690
Cash on Deposit with Funding Agency	-	881,130	-	-	881,130
Water and Sewer Assessments and User Fees, Net	404,873	620,924	-	-	1,025,797
Other Receivables, Net	-	-	78,675	39,009	117,684
Due from Other Funds	-	2,982,105	-	62,546	3,044,651
Inventory	-	79,508	-	-	79,508
Total Current Assets	3,189,183	5,009,072	1,272,898	810,637	10,281,790
NONCURRENT ASSETS					
Sewer Assessments Fees	10,149	-	-	-	10,149
Capital Assets not Being Depreciated	550,209	1,197	-	-	551,406
Capital Assets and Right to Use, Net of Depreciation and Amortization	13,689,866	3,802,619	934,582	14,353	18,441,420
Total Noncurrent Assets	14,250,224	3,803,816	934,582	14,353	19,002,975
Total Assets	17,439,407	8,812,888	2,207,480	824,990	29,284,765
DEFERRED OUTFLOWS OF RESOURCES					
Deferred Outflows Related to Pension	-	20,176	24,653	-	44,829
Total Assets and Deferred Outflows of Resources	\$ 17,439,407	\$ 8,833,064	\$ 2,232,133	\$ 824,990	\$ 29,329,594
LIABILITIES					
CURRENT LIABILITIES					
Accounts Payable and Accrued Expenses	\$ 315,341	\$ 236,861	\$ 10,000	\$ 81,490	\$ 643,692
Due to Other Funds	378,671	-	311,241	-	689,912
Unearned Assessments and User Fees	16,600	-	2,880	-	19,480
Subscription Based Information Technology	-	17,123	-	-	17,123
Notes Payable, Current Portion	409,450	116,000	-	-	525,450
Total Current Liabilities	1,120,062	369,984	324,121	81,490	1,895,657
NONCURRENT LIABILITIES					
Notes Payable	3,348,050	2,770,000	-	-	6,118,050
Pension Liability	-	24,889	30,412	-	55,301
Subscription Based Information Technology	-	60,718	-	-	60,718
Compensated Absences	-	20,938	69,782	-	90,720
Total Noncurrent Liabilities	3,348,050	2,876,545	100,194	-	6,324,789
Total Liabilities	4,468,112	3,246,529	424,315	81,490	8,220,446
DEFERRED INFLOWS OF RESOURCES					
Deferred Inflow - Deferred Gain on Refunding	79,556	-	-	-	79,556
Deferred Inflow Related to Pension	-	22,261	27,200	-	49,461
Total Deferred Inflows of Resources	79,556	22,261	27,200	-	129,017
NET POSITION					
Net Investment in Capital Assets	10,403,019	839,975	934,582	14,353	12,191,929
Unrestricted	2,488,720	4,724,299	846,036	729,147	8,788,202
Total Net Position	\$ 12,891,739	\$ 5,564,274	\$ 1,780,618	\$ 743,500	\$ 20,980,131

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN PROPRIETARY NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Sewer Authority	Water Supply Board	Smithfield Ice Rink	School Lunch Program	Total
OPERATING REVENUES					
Charges for Usage and Service	\$ 3,549,871	\$ 2,122,158	\$ 792,478	\$ -	\$ 6,464,507
Food Sales	-	-	-	547,341	547,341
Intergovernmental	-	-	-	374,855	374,855
Other Revenues	70,507	48,538	7,041	-	126,086
Total Operating Revenues	3,620,378	2,170,696	799,519	922,196	7,512,789
OPERATING EXPENSES					
Salaries and Benefits	1,500	308,413	386,716	-	696,629
Operations	2,870,981	1,027,218	236,381	-	4,134,580
Depreciation and Amortization	731,114	138,018	170,388	3,859	1,043,379
Debt Service	114,173	82,471	-	-	196,644
Other and Miscellaneous	72,730	33,385	33,342	-	139,457
School Cafeteria Operations	-	-	-	906,030	906,030
Total Operating Expenses	3,790,498	1,589,505	826,827	909,889	7,116,719
OPERATING INCOME (LOSS)	(170,120)	581,191	(27,308)	12,307	396,070
NONOPERATING REVENUES (EXPENSES)					
Interest Income	49,915	13	645	-	50,573
Interest Expense and Loan Issuance Costs	(7,761)	(3,819)	-	-	(11,580)
Total Nonoperating Revenues (Expenses)	42,154	(3,806)	645	-	38,993
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	(127,966)	577,385	(26,663)	12,307	435,063
TRANSFERS AND CAPITAL CONTRIBUTIONS					
Transfer Out	(224,097)	(251,942)	-	-	(476,039)
CHANGE IN NET POSITION	(352,063)	325,443	(26,663)	12,307	(40,976)
Net Position - Beginning of Year	13,243,802	5,238,831	1,807,281	731,193	21,021,107
NET POSITION - END OF YEAR	\$ 12,891,739	\$ 5,564,274	\$ 1,780,618	\$ 743,500	\$ 20,980,131

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Sewer Authority	Water Supply Board	Smithfield Ice Rink	School Lunch Program	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Customers	\$ 3,273,916	\$ 1,921,843	\$ 759,990	\$ 949,858	\$ 6,905,607
Cash Paid to Suppliers for Goods and Services and Other Payments	(2,945,973)	(1,105,842)	(228,799)	(937,176)	(5,217,790)
Cash Paid for Employees and Benefits	-	(276,797)	(340,802)	-	(617,599)
Net Cash Provided (Used) by Operating Activities	327,943	539,204	190,389	12,682	1,070,218
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers from/to Other Funds	(224,097)	(251,942)	-	-	(476,039)
Interfund Borrowings	689,087	(568,589)	(141,203)	(16,427)	(37,132)
Net Cash Provided (Used) by Noncapital Financing Activities	464,990	(820,531)	(141,203)	(16,427)	(513,171)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of Capital Assets and SBITA	(27,765)	(93,723)	-	-	(121,488)
Issuance of Subscription Liability	-	93,723	-	-	93,723
Principal Paid on Bonds	(404,450)	(139,000)	-	-	(543,450)
Principal Paid on Subscriptions	-	(15,881)	-	-	(15,881)
Proceeds received from refunding of debt by RIIB	(9,459)	-	-	-	(9,459)
Interest Paid on Bonds and Subscriptions	(7,761)	(3,820)	-	-	(11,581)
Net Cash Provided (Used) by Capital and Related Financing Activities	(449,435)	(158,701)	-	-	(608,136)
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment Income	49,915	13	645	-	50,573
Net Cash Provided (Used) by Investing Activities	49,915	13	645	-	50,573
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	393,413	(440,015)	49,831	(3,745)	(516)
Cash and Cash Equivalents - Beginning of Year	2,390,897	1,766,550	1,144,392	712,827	6,014,666
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 2,784,310</u>	<u>\$ 1,326,535</u>	<u>\$ 1,194,223</u>	<u>\$ 709,082</u>	<u>\$ 6,014,150</u>

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2024

	Business-Type Activities - Enterprise Funds				
	Sewer Authority	Water Supply Board	Smithfield Ice Rink	School Lunch Program	Total
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION					
Cash and Cash Equivalents	\$ 2,235,748	\$ 243,277	\$ 1,194,223	\$ 709,082	\$ 4,382,330
Cash on Deposit with Funding Agency	-	881,130	-	-	881,130
Restricted Cash	548,562	202,128	-	-	750,690
Total Cash and Cash Equivalents	<u>\$ 2,784,310</u>	<u>\$ 1,326,535</u>	<u>\$ 1,194,223</u>	<u>\$ 709,082</u>	<u>\$ 6,014,150</u>
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating Income (Loss)	\$ (170,120)	\$ 581,191	\$ (27,308)	\$ 12,307	\$ 396,070
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation and Amortization Expense	731,114	138,018	170,388	3,859	1,043,379
(Increase) Decrease in:					
Water and Sewer Assessments and User Fees	(265,507)	(220,015)	-	-	(485,522)
Inventory	-	(1,188)	-	-	(1,188)
Increase (Decrease) in:					
Accounts Payable and Accrued Expenses	42,902	9,582	6,871	(3,484)	55,871
Compensated Absences	-	4,642	12,955	-	17,597
Unearned Assessments and Fees	(10,446)	-	(5,476)	-	(15,922)
Net Pension Liability	-	24,889	30,412	-	55,301
Deferred inflows-Pension	-	22,261	27,200	-	49,461
Deferred outflows-Pension	-	(20,176)	(24,653)	-	(44,829)
Total Adjustments	<u>498,063</u>	<u>(41,987)</u>	<u>217,697</u>	<u>375</u>	<u>674,148</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 327,943</u>	<u>\$ 539,204</u>	<u>\$ 190,389</u>	<u>\$ 12,682</u>	<u>\$ 1,070,218</u>

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2024

	Pension and OPEB Trust Funds	Custodial Funds
ASSETS		
Cash and Cash Equivalents	\$ -	\$ 42,914
Investments at Fair Value:		
Mutual Funds	55,647,027	-
Due from Primary Government	<u>266,504</u>	<u>108,420</u>
Total Assets	55,913,531	151,334
LIABILITIES	274,494	-
FIDUCIARY NET POSITION		
Restricted for:		
Soil Erosion	-	130,712
Street Lighting	-	20,622
Pension	47,539,159	-
OPEB	<u>8,099,878</u>	<u>-</u>
Total Fiduciary Net Position	<u><u>\$ 55,639,037</u></u>	<u><u>\$ 151,334</u></u>

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2024

	Pension and OPEB Trust Funds	Custodial Funds
ADDITIONS:		
Contributions:		
Employers	\$ 3,810,122	\$ -
Members	402,142	-
Total Contributions	4,212,264	-
Investment Earnings:		
Realized and Unrealized Gains (Losses)	4,371,319	-
Interest and Dividends	1,961,802	5,004
Total Investment Earnings	6,333,121	5,004
Less: Investment Expense	-	-
Net Investment Earnings	6,333,121	5,004
Total Additions	10,545,385	5,004
DEDUCTIONS:		
Benefits Paid	5,323,753	-
Operating Expenses	57,179	-
Funds Distributed on Behalf of Others	-	113,800
Total Deductions	5,380,932	113,800
CHANGE IN FIDUCIARY NET POSITION	5,164,453	(108,796)
Total Fiduciary Net Position - Beginning of Year	50,474,584	260,130
TOTAL FIDUCIARY NET POSITION - END OF YEAR	\$ 55,639,037	\$ 151,334

See accompanying Notes to Basic Financial Statements.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description

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

B. Financial Reporting Entity

The Town of Smithfield was settled in 1636 and later incorporated as a Town in 1730. The Town is a municipal corporation governed by a Council/Town Manager form of government with a five member Town Council headed by a Council President. The financial statements and related notes include the activity and net position of the Smithfield Public School, a department of the Town of Smithfield, Rhode Island.

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. Under GASB Statement No. 61, a legally separate entity is required to be included as a component unit if it is fiscally dependent upon the primary government and there is a financial benefit or burden relationship present. The primary government is financially accountable if it appoints the voting majority of the organization's governing board and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A potential component unit has a financial benefit or burden relationship with the primary government if, for example, any one of the following conditions exists:

- The primary government is legally entitled to or can otherwise access the organization's resources.
- The primary government is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization.
- The primary government is obligated in some manner for the debt of the organization.

The financial statements for the Town of Smithfield, Rhode Island do not include any component units.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation – Government-Wide Financial Statements

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

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

D. Basis of Presentation – Fund Financial Statements

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

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

All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Presentation – Fund Financial Statements (Continued)

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

Governmental Funds

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

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

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

The *Capital Projects Funds* are used to account for and report financial resources that are restricted, committed, or assigned for the acquisition or construction of specific capital projects or items. The School Renovations Bond is the Town's Major Capital Project Fund.

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

The *Proprietary Funds* are used to account for business-like activities provided to the general public (enterprise funds) or within the government (internal service funds). These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The Town currently maintains four enterprise funds and no internal service funds.

Fiduciary Funds (not included in the Government-Wide Statements)

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

The *Custodial Funds* are used to report fiduciary activities that are not required to be reported in pension (and other employee benefits) trust funds, investment trust funds, or private-purpose trust funds. The Custodial Funds for the Town of Smithfield, RI include:

The *Street Lighting Fund* is used for upgrading the streetlights to high efficiency LED throughout the community.

The *Soil Erosion Fund* provides technical assistance for programs and projects that address soil erosion and habitat preservation.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Presentation – Fund Financial Statements (Continued)

Fiduciary Funds (not included in the Government-Wide Statements) (Continued)

The *Pension and Other Post Employment Benefit (OPEB) Trust Funds* are used to account for resources legally held in trust for use for payment of pension and OPEB benefits and cannot be used at the Town's discretion or to support the Town's general operations. The reporting entity has three such trust funds, Police Pension Trust Fund, Fire Pension Trust Fund and OPEB Trust Fund. These funds are used to account for the activity and balances of funds restricted for the future retirement benefits of public safety personnel and OPEB benefits for all Town personnel (including school department).

Major and Nonmajor Funds

The funds are further classified as major or nonmajor as follows:

Major Funds

General Fund

See above for description.

School Unrestricted Fund

This fund is used to report all financial transactions of the Smithfield School Department, which are not legally required to be accounted for separately. The major revenue sources of this fund consist of Aid for Education provided by the State of Rhode Island and an appropriation from the Town's General Fund.

Special Revenue

American Rescue Plan Act

This fund is used to report expenditures related to the American Rescue Plan Act.

Proprietary Fund

Sewer Authority

Accounts for the overseeing of the sewer operations of the Town of Smithfield including the administration of the ten-year contract with Veolia Water, Inc. operations of the regional wastewater treatment facility.

Water Supply Board

Responsible for supplying water service for approximately one-third of the Town, and additionally a certain area in the Town of North Providence.

Smithfield Ice Rink

Accounts for the operations of the public ice rink which is owned and operated by the Town. This fund did not meet the criteria for reporting as a major fund; however, management elected to present the fund as a major fund.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Presentation – Fund Financial Statements (Continued)

Major and Nonmajor Funds (Continued)

Major Funds (Continued)

School Cafeteria

Accounts for the operation of the school breakfast and lunch program of the Smithfield School Department. This fund did not meet the criteria for reporting as a major fund; however, management elected to present the fund as a major fund.

Nonmajor Funds

Special Revenue Funds

School Special Revenue Funds, Animal Control Fund, Animal Control Spay & Neuter, Affordable Housing Fund, Byrne Grant, Police Restricted Revenue, CDBG, Document Preservation & Tech Upgrades, EMA Radio, Fire Prevention, Historical Records, Municipal Contingency Escrow, Operation Blue Riptide, Police Confiscated Funds, Retirement Escrow, Revaluation Escrow, RI DOT Children Passenger Safety, RI DOT Click It or Ticket, Scholarship Fund, Senior Center Grant, Bulletproof Vest, RIDOH Alcohol Grant, Neighborhood Center Fund, Police Memorial Fund, General Public Assistance, Dog Park, Play for all Fund, Commercial Weight Enforcement, Distracted Driving.

Capital Projects Funds

Green Acres Acquisition Fund, Smithfield Historic Landmark, Impact Fees, Land Acquisition Open Space Bond, Efficient Buildings Smithfield School, Open Space & Recreation Area, Police Equipment, Water District Improvement Fee, Handicap Accessibility, Special Projects Fund, Police Improvement Bond, Capital Reserve Fund, Fire Station Bond, School Renovations Bond, Land Trust, School Restricted Capital, Bryant Capital Contribution, School Improvement Bond, Capital Lease Fund, Stillwater Pond Development, Smithfield Fire Rescue, Capital Reserve School Improvement.

Permanent Funds

Cemetery Fund.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Presentation – Fund Financial Statements (Continued)

Major and Nonmajor Funds (Continued)

Nonmajor Funds (Continued)

School Restricted Funds

IDEA Part B, IDEA Preschool, Title I Part A, Title II, Title IV Safe & Drug Free, Title IV, Perkins Vocational Education, Perkins Secondary Set Aside, Perkins CTE Reserve Diff Abled, USDA FFVP, ESSER III, ESSER III Priority II, ESSER III Other Priority, ARP HCY II, ARP IDEA Part B, ARP IDEA Pre-school, ARP After School Initiative, ARP MLL Success, USDA – Kitchen Equipment, RI Comp Literacy State Development, CLSD Grant Curriculum, CLSD Supplemental, ASCA Summer Workshop, Rethink RI Algebra, USDA Action for Healthy Kids, RI Council for the Arts, RI Department of Health, CTE Categorical Funds, CTE Categorical Fund #2, English Learner Categorical, School Building Authority 21st Century Tech and Furniture, SBA Learning Inside Out, Feinstein Foundation #1, Feinstein Foundation #2, Kiducation, Feinstein Foundation #3, RI Foundation, RI Foundation RISD, RI Foundation FAF, Thomas Leach Scholarship, VFW Memorial Fund, Daniel DiChiara Scholarship, Bank of America, N.E. School Development Council, Donations and Gifts, Lifetouch, National Youth Risk Behavior, Special Olympics, Donations Performing Arts/Music, Pleasant View Elementary Donors, High School Donors, Katherine Young Memorial Scholarship, Athletic Activities High School, Student Activities.

E. Measurement Focus

In the government-wide Statement of Net Position and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as noted for proprietary funds below and the accrual basis of accounting.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Measurement Focus (Continued)

All governmental funds utilize a “current financial resources” measurement focus and the modified accrual basis of accounting. Only current financial assets, deferred outflows of resources liabilities and deferred inflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The Town considers property taxes are available if they are collected within 60 days after year end. Grant revenue (for expenditure reimbursement grants) of the governmental fund is generally recognized as revenue when earned as long as the payment is expected to be received within twelve months after year end. Substantially all other revenue of the governmental funds is recognized utilizing the modified accrual method of accounting and as such is recognized as revenue when received.

The proprietary funds, pension and OPEB trust funds utilize “economic resources” measurement focus and the accrual basis of accounting. The accounting objectives of this measurement focus are the determination of net income, financial position, and cash flows. All assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources associated with their activities are reported. Fund equity is classified as net position.

Custodial funds utilize the “economic resources” measurement focus and the accrual basis of accounting.

F. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflow of resources, liabilities and deferred inflow of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for the general obligation bond principal and interest which are reported when due.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Basis of Accounting (Continued)

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

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

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, and then unrestricted resources as they are needed.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal operation. The principal operating revenues of the enterprise funds are charges for services provided in accordance with the fund's purpose. Operating expenses for the enterprise funds include the costs of providing services, including administration and depreciation on capital assets. All other revenue and expense items not meeting these criteria are reported as nonoperating revenues and expenses.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Cash Equivalents

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

Cash equivalents include amounts invested in certificate of deposits which when purchased can be accessed at any point in time. Substantially, all of the Town'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 which hold public funds in excess of the \$250,000 which is guaranteed by FDIC. At times, the Town pools cash resources of its various funds to facilitate the management of cash and maximize investment returns.

State statutes and the Town charter authorize the Town to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, and repurchase agreements. The Town complied with these requirements.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Investments

The Town invests in various types of investments, which are measured at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounts Receivable

In the government-wide statements, receivables consist of revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes (54% of balance) and intergovernmental receivables. Business-type activities report uncollected service fees as its major receivables.

In the fund financial statements, receivables in governmental funds include revenue accruals such as property taxes collected within 60 days of year-end and grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions earned/measurable but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Real Estate and Personal Property Taxes

For the Government-wide financial statements, property taxes are recognized as revenue in the fiscal year they are levied. For the fund financial statements, property taxes are recognized as revenue in the fiscal year they are levied and become available. To be considered available, property taxes must be due and collected during the year or within 60 days subsequent to year-end. Property taxes not considered available are reported as deferred inflows.

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 September 1-30th, December 1-31st, March 1-31st and June 1-30th following the levy date. The taxpayer may elect to pay the taxes in full or pay quarterly as noted above. Taxes due and unpaid after the respective due dates are subject to interest at a rate of 12% per annum calculated on the unpaid portion of the total tax dating back to September 30th. 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. Property tax revenues are recorded in accordance with the modified accrual basis of accounting in the fund financial statements.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Due from Federal and State Government

Various federal and state grants for operating and capital purposes are applied for and received annually. For nonexpenditure driven grants, receivables are recorded as soon as all eligibility requirements imposed by the provider have been met. For expenditure driven grants, receivables are recorded when the qualifying expenditures are incurred, and all other grant requirements are met.

These receivables are considered 100% collectible and, therefore, do not report an allowance for uncollectible amounts.

Short-Term Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the governmental funds balance sheet. These internal balances are eliminated in the Government-wide statement of net position.

Inventory and Prepaid Items

Inventory reported in the Town's general fund is maintained on a perpetual system and is stated at cost (first in, first out method of inventory valuation). Inventory is generally recorded as expenditures/expenses when consumed. Prepaid items are expenditures paid prior to year-end that relate directly to a future period and therefore are not considered current year expenditures/expenses. The consumption method is utilized by the Town for accounting for prepaid expenses.

Capital Assets and Depreciation

Capital assets are reported in the statement of net position in the Government-wide financial statements. Capital assets acquired by governmental funds are reported as capital outlay expenditures.

The government-wide financial statements include all infrastructure assets in accordance with the GASB Statement #34.

Capital assets are defined by the Town as assets with an initial, individual cost of \$10,000 or more and an estimated useful life in excess of one year. All capital assets are valued at historical cost or estimated historical cost. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value rather than fair. The cost of normal maintenance and repairs that do not add to the value of assets or materially extend assets' lives are not included in capital assets.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Capital Assets and Depreciation (Continued)

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Government-wide statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight line method.

The estimated useful lives by type of capital asset are as follows:

Land Improvements	10 to 15 Years
Buildings	30 to 50 Years
Building Improvements	10 to 40 Years
Equipment	5 to 15 Years
Vehicles	3 to 10 Years
Right-to-Use-Lease Equipment	5 Years
Infrastructure	20 to 50 Years

Leases

A lease is a contract that conveys the control of the right to use another entity's nonfinancial asset (the underlying asset) for a period of time in an exchange or exchange-like transaction. The Town has contracts in which it is a lessee and lessor. Lessors recognize a lease receivable and a deferred inflow of resources. Lessees recognize an intangible right to use asset and a lease liability. These transactions are measured at the present value of payments expected to be made during the lease term using the discount rate in the lease. If the lease discount rate cannot be readily determined from the lease, the Town uses its incremental borrowing rate.

A right to use lease asset with a lease term greater than one year and an initial present value over \$60,000 are recorded as intangible assets. Right to use lease assets are amortized over the contract term of the lease. Leases that do not meet these criteria are recognized as current period revenues and expenses.

Subscription-Based Information Technology Arrangements (SBITA)

A SBITA is defined as a contract that conveys control of the right to use another party's information technology software, alone or in conjunction with tangible capital assets, as specified in the contract for a period in an exchange or exchange-like transaction.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Subscription-Based Information Technology Arrangements (SBITA) (Continued)

The subscription term includes the period in which the municipality has a noncancellable right to use the IT asset. The subscription also includes the periods covered by an option to extend or to terminate the contract. The Town would recognize a right-to-use subscription-based asset as an intangible asset with a corresponding subscription-based liability. The liability should be initially measured at the present value of the payments expected to be made during the term. Future payments should be discounted using the interest rate the Software vendor charges or the government's incremental borrowing rate.

Bond Premiums and Issuance Costs

In the governmental funds, bond premiums and issuance costs are treated as period costs in the year the bonds are issued. Bond issuance costs are included in debt service expenditures and bond premiums are reflected as other financing sources in the governmental fund's financial statements. Bond premiums are reported as other financing sources while discounts are reported as other financing uses.

In the Government-wide statement of net position, bond premiums are deferred and amortized over the term of the bonds using the straight-line method. Bond premiums are presented as an addition to the face amount of the bonds payable.

Deferred Inflows and Outflows of Resources

Deferred inflows of resources represent an acquisition of net assets that applies to a future period. Deferred outflows of resources represent a consumption of net assets that applies to a future period.

In addition to assets, the statement of net position and/or balance sheet can report deferred outflows of resources. Deferred outflow of resources represents a consumption of net position that applies to a future period and which will not be recognized as an outflow of resources (expense/expenditure) until that later date. At June 30, 2024, the Town of Smithfield, Rhode Island reports deferred outflows related to pensions, OPEB, and deferred charges on refunding in the Government-wide statement of net position.

The deferred outflow of resources related to pension totaling \$11,698,231 results from differences between expected and actual experience, changes in assumptions or other inputs, the net differences between projected and actual earnings on pension plan investments, changes in proportionate share and system contributions and contributions subsequent to the measurement date. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees).

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Deferred Inflows and Outflows of Resources (Continued)

The deferred outflow of resources related to OPEB totaling \$6,676,783 results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the OPEB plan (active employees and inactive employees).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate section represents the acquisition of net position that applies to a future period and, therefore, will not be recognized as an inflow of resources (revenue) until a later date. At June 30, 2024, the Town had three items that qualified as a deferred inflow of resources in the governmental funds balance sheet. The unavailable tax revenue represents property taxes receivables which are assessed on December 31, 2022 and prior, and are not collected within 60 days of June 30, 2024.

Deferred revenues totaled \$875,287 relating to the Fire Department Capital Project Funds and \$138,530 relating to the Opioid Settlement. These amounts are deferred and will be recognized as an inflow of resources in the year in which the amounts become available.

At June 30, 2024, the Town of Smithfield, Rhode Island reports deferred inflows related to pension and OPEB in the Government-Wide Statement of Net Position.

The deferred inflow of resources related to pension totaling \$11,035,932 results from differences between expected and actual experience, changes in assumptions or other inputs and changes in proportion and differences between system contributions and proportionate share contributions.

These amounts are deferred and included as a reduction in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees). The deferred inflow of resources related to OPEB totaling \$22,119,951 results from differences between expected and actual experience, changes in assumptions or other inputs and net differences between projected and actual earnings on OPEB plan investments. These amounts are deferred and included as a reduction in OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the OPEB plan (active employees and inactive employees).

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Compensated Absences

It is the policy of the Town to permit employees to accumulate a limited amount of earned but unused vacation and sick leave benefits, which will be paid to the employee upon separation from Town service. Compensated absences that are expected to be liquidated with expendable available financial resources are reported as expenditure and a fund liability of the governmental fund that will pay it. Amounts not expected to be liquidated with expendable available resources are reported as long-term debt in the government-wide financial statements. Long-term debt and other obligations financed by the proprietary funds are reported as liabilities in the appropriate funds. A liability for compensated absences is recorded in the governmental funds only if the liability became due at June 30, 2024 as a result of employee resignation or retirements. At June 30, 2024, there is no amount reported in the liabilities of the governmental funds.

Compensated absences which are liquidated during the fiscal year are allocated to the applicable fund in which the employee's compensation is allocated. Compensated absences are generally allocated to the Town's General Fund for Town personnel (excluding those working in the business-type activities) and the School Unrestricted Fund.

Accrued Liabilities and Long-Term Debt

All accrued liabilities and long-term debt are reported in the Government-wide financial statements.

For the governmental fund financial statements, the accrued liabilities are generally reported as a fund liability if due for payment as of the balance sheet date, regardless of whether they will be liquidated with current financial resources. However, claims and judgments and compensated absences paid from governmental funds are reported as a liability in the fund financial statements only for the portion expected to be financed from expendable available financial resources. Long-term debt paid from governmental funds is not recognized as a liability in the fund financial statements until due. For other long-term obligations, only that portion expected to be financed from expendable available financial sources is reported as a fund liability of the governmental fund. The face amount of debt issued is reported as other financing source in the governmental funds financial statements.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Interfund Activities

Transactions between funds have been eliminated in the Government-wide financial statements but fully presented within the governmental fund financial statements with no elimination made between or within funds. Transfers between fiduciary funds and governmental or business-type activities do not get eliminated. Interfund activity within and among the funds of the Town have been classified and reported as follows:

Reciprocal Interfund Activities – Interfund loans are reported as interfund receivables in the lending fund and interfund payables in borrower funds. Interfund services are reported as revenues in the provider fund and as expenditures or expenses in the purchasing fund.

Nonreciprocal Interfund Activities – 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 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.

Encumbrances

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

Fund Equity – Government-Wide

In the Government-Wide and Proprietary Fund financial Statements, net position is classified in the following categories:

Net Investment in Capital Assets – represents the net book value of all capital assets less the outstanding balances of bonds and other debt and deferred inflows of resources, if any, used to acquire, construct, or improve these assets, increased by deferred outflows of resources related to those assets, if any.

Restricted Net Position – assets that have been limited to uses specified either externally by creditors, contributors, or laws or regulations of other governments or internally by enabling legislation or law, reduced by liabilities and deferred inflows of resources related to the restricted assets.

Unrestricted – a residual category for the balance of net position.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Fund Equity – Fund Balance

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, fund balance is classified as nonspendable, restricted, committed, assigned, or unassigned. These categories are defined as follows:

Nonspendable – amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact. “Not in a spendable form” includes items that are not expected to be converted to cash within one year.

Restricted – amounts that have been restricted to specific purposes either by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation

Committed – amounts constrained to specific purposes by the Town, using its highest level of decision-making authority. 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 Town Council is the highest level of decision-making authority and utilizes the Town Ordinances as a formal procedure to commit fund balance. In addition, the passage of the budget by the taxpayers at the annual meeting is considered the commitment of funds for the line items included in the fiscal budget.

Assigned – amounts that are intended by the Town to be used for specific purposes but are neither restricted nor committed. The intent should be expressed by (a) the governing body itself, or (b) 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 Town Manager through the Town Council has the authority to assign fund balance. Fund balance assigned by the Town Manager is documented through issuance of a memorandum.

Unassigned – amounts available for any purpose. Only the general fund can report a positive fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

Fund Equity – Fund Balance (Continued)

Expenditures may be incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Composition of the ending fund balance will be determined by applying the following: In those instances where both restricted and unrestricted amounts are available, restricted amounts will be considered to have been spent first (as allowed and in compliance with stated and specified terms or requirements), followed by committed amounts, followed by assigned amounts, and then unassigned amounts.

Minimum Fund Balance

Per the Town's Home Rule Charter: "Beginning in fiscal year 2016 and ending in fiscal year 2020, the 5% undesignated fund balance shall be increased by $\frac{3}{5}$ of a percent of the subsequent year's appropriation. After each fiscal year commencing in 2016 to the extent that the undesignated fund balance exceeds $5\frac{3}{5}\%$ of the subsequent year's appropriation in FY2016, $6\frac{1}{5}\%$ in FY2017, $6\frac{4}{5}\%$ in FY2018, $7\frac{2}{5}\%$ in FY2019 and 8% in FY2020, the excess shall be divided 80% for the Capital Reserve Fund and 20% for the Land Trust Reserve Fund." Due to the fact that this minimum fund balance policy is part of the Town's Home Rule Charter, the amount calculated at year-end is reported as restricted fund balance in the Town's General Fund and is transferred to the Capital Reserve and Land Trust Fund in the subsequent fiscal year. Undesignated fund balance as noted above is deemed to be equivalent to the unassigned fund balance as defined by GASB Statement #54.

It is anticipated that this is a level sufficient to provide for the required resources to ensure short-term cash availability when revenue is unavailable or unanticipated expenditures (including emergencies) occur. If the unassigned fund balance falls below the minimum parameter, the Town Council will adopt a plan and a time frame in which to bring the unassigned fund balance into compliance with the Town's Home Rule Charter.

H. 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 Town of Smithfield, Rhode Island's various pension plans (described in more detail in Note 11) and additions to/deductions from the pension plans fiduciary net position have been determined on the same basis as they have been reported by the pension 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.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Other Post-Employment Benefits (OPEB)

For purposes of measuring the net OPEB Liability, deferred outflows of resources, and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the Town of Smithfield, Rhode Island's OPEB Trust Fund (described in more detail in Note 13) and additions to/deductions from the OPEB Trust Fund's fiduciary net position have been determined in the same basis as they have been reported by the Trust Fund. For this purpose, the OPEB Trust Fund recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments that have a maturity at the time of purchase of one year or less, which are reported at original cost.

J. Intergovernmental Revenue

State aid is recognized as revenue in the year in which funds are appropriated by the Rhode Island General Assembly, provided they are collected during the fiscal year.

K. Enterprise Revenue

Program income in enterprise funds is recorded as charges for services and is considered revenue when it is both measurable and available. In the current year, only charges for services and fund received from other governments were considered to be operating revenue. Whereas revenue generated as investment income was considered to be nonoperating revenue.

L. Claims and Judgements

The Town is exposed with respect to risks including, but not limited to, property damages, personal injury and workers' compensation. In the governmental fund financial statements, expenditures for claims and judgments are recorded on the basis of whether the liability has matured in the current period. The Town and the School Department are members of the Rhode Island interlocal Risk Management Trust (the Trust). The Trust was established to offer a viable alternative to commercial insurance for public entities through intergovernmental pooling of risk. The Trust is a protected, self-insurance plan. The Town pays annual premiums for its liability, property and worker's compensation coverage. The membership participation agreement provides that, in return for the payment of the annual premium, the Trust member transfers the financial responsibility for loss, but only according to the conditions of coverage and up to the stated maximum amount of insurance purchased by the Town or School Department. In the Government-wide financial statements, the estimated liability for all claims and judgments is recorded as a liability and as an expense.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Use of Estimates

The preparation of basic financial statements in conformity with U.S. GAAP 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 basic financial statements. Estimates also affect the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

N. Reconciliation of Government-Wide Net Position and Fund Financial Statements Fund Balance

The governmental fund Balance Sheet includes a reconciliation between fund balance - total governmental funds and net position - governmental activities as reported in the Government-Wide Statement of Net Position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund statements".

O. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance and the Government-Wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the Government-wide Statement of Activities. One element of the reconciliation states that "the governmental funds report principal repayments on debt obligations as an expenditure."

P. Accounting Pronouncements Implemented in the Current Year

During the fiscal year June 30, 2024, the Town of Smithfield has adopted the following new accounting standards issued by GASB:

Statement No. 99, "Omnibus 2022", the requirements of this Statement are effective as follows: The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pleading governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements relate to leases, PPS, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Future Pronouncements

The Town of Smithfield is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB Statements:

Statement No. 100, "Accounting Changes and Error Corrections" – an amendment of GASB Statement No. 62, This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting—understandability, reliability, relevance, timeliness, consistency, and comparability. This Statement also addresses corrections of errors in previously issued financial statements.

Statement No. 101, "Compensated Absences", This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A Budgetary Process

Town Manager shall receive from the head of each department and agency, including the School Committee, an estimate of the amount necessary to carry on its work during the coming fiscal year. These estimates accompanied by a message from the Town Manager shall be submitted to the Budget and Financial Review Board on or before March 1st, which shall then prepare its budget recommendations (including an estimated tax rate) for submission to the Town Council.

In preparing its budget recommendations the Budget and Financial Review shall investigate the recommendations of the various department budget requests, including the School Committee, and may request that the head of any of said departments explain their estimates and recommendations. The Budget and Financial Review Board shall confer with the Town Council and shall hold one or more public hearings in preparing the budget, the first of which shall be held at least three weeks after receipt of the budget from the Town Manager. The public hearings for the proposed municipal and school budgets shall be advertised by the Town Clerk at least once in each of the two weeks preceding the hearings in two newspapers of general circulation either daily or weekly which serve the Town of Smithfield, as well as the Town's website. The advertisement shall provide a general summary of the budget and the times and place where copies of the budget and budget message are available for public inspection.

The Budget and Financial Review Board shall submit its printed report comprising the budget and budget message to the Town Council no later than May 15th. Subsequent to the submission of the budget by the Budget and Financial Review Board, the Town Council shall hold a public hearing on the proposed budget and decide whether to make any changes prior to final adoption by the Town Council. Changes to the proposed budget may include the addition or deletion of programs and/or increase or decreases in program funding, except for expenditures required by law or for debt service or for an estimated cash deficit. No change to the proposed budget shall increase the authorized expenditures to an amount greater than total estimated income, less any required reserve

Based on state statutes, the School Committee is authorized to spend funds up to the total amount appropriated for the Unrestricted Fund, which is considered the fund level. The budget of the School Unrestricted Fund is prepared annually and submitted to the School Committee for approval. The amount of the annual transfer from the Town's General Fund to the School Unrestricted Fund is ultimately determined through the adoption of the General Fund budget.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A Budgetary Process (Continued)

Town ordinances require an annual budget for the General Fund. The practices used in the preparation of budget differ in certain respects from the presentation of the actual results of operations prepared in accordance with GAAP. The actual results of operations, for purposes of the Statement of Revenues, Expenditures and Changed in Fund Balance – Budget and Actual on Budgetary Basis - General Fund has been adjusted to basis consistent with the Town's budget. Certain annual appropriations are carried over to next year's budget. There were \$2,756,810 of supplemental budgetary appropriations – reappropriation of unexpended balances or (RUBS) made during the fiscal year ended June 30, 2024. RUBS available at June 30, 2024, to be carried over to fiscal 2025 totaled \$732,769.

Amendments to operating budgets that do not result in additional appropriations may be made within departments by means of a transfer. The Finance Director has authority to make or approve such transfers within departments. The Town Council has the authority to amend the budget. Management must seek approval of the Town Council for all over-expended appropriations.

The adjustments necessary to reconcile actual revenues and expenditures reported on a budgetary basis of accounting to revenue and expenditures reported in accordance with U.S. GAAP can be found in the required supplementary information on the pages indicated in the table of contents of this report.

The State of Rhode Island requires that certain uninsured deposits be collateralized. Section 35-10.1- 3 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.

NOTE 3 CASH AND INVESTMENTS

A. Deposits

At June 30, 2024, the carrying amount of the Town's cash and cash equivalents was \$19,800,701 (including Fiduciary Funds and Restricted Cash, but excluding Cash on Deposit with Funding Agency) while the bank balance was \$16,567,445. Of the bank balance, \$1,500,009 was covered by federal depository insurance while the remaining balance was 100% collateralized.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

A. Deposits (Continued)

Reconciliation to Government-Wide Statement of Net Position:

	Carrying Amount
Cash and Cash Equivalents	\$ 16,695,659
Cash on Deposit with Funding Agency	2,397,266
Restricted Cash	750,690
Less: Fiduciary Fund Cash	<u>(42,914)</u>
Total Cash and Cash Equivalents Reported in the Financial Statements	<u>\$ 19,800,701</u>

	Bank Balance
Insured (Federal Depository Insurance Funds)	\$ 1,500,009
Collateralized with Securities Held by Pledging Financial Institution or its Agent in the Town's Name	<u>15,067,436</u>
Total	<u>\$ 16,567,445</u>

B. Cash on Deposit with Funding Agency

Cash held on deposit with funding agency in the amount \$2,397,266 was required to be held for capital projects distribution by the Rhode Island Infrastructure Bank.

C. Restricted Cash

Restricted Cash \$750,690 reported in the Statement of Net Position at June 30, 2024, consists of funds reported in the Business-Type Activities (Proprietary Fund) representing debt service reserve funds.

D. Investments

At June 30, 2024, the Town's investments totaled \$63,954,261, including \$55,647,027 held in Fiduciary Funds and \$8,307,234 held in the General Fund, and consisted of the following:

Investment Type	Fair Value	Investment Maturities (Years)			Credit Rating
		Less Than 1	1 - 5	Over 20	
Interest - Bearing Investments					
U.S. Government Securities	\$ 8,307,234	\$ 8,307,234	\$ -	\$ -	Aaa
Total	<u>8,307,234</u>	<u>\$ 8,307,234</u>	<u>\$ -</u>	<u>\$ -</u>	
Other Investments:					
Mutual Funds	<u>55,647,027</u>				
Total Investments	<u>\$ 63,954,261</u>				

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

D. Investments (Continued)

Investments are stated at fair value which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Town follows the guidance for fair value measurements and disclosures in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

Mutual Funds are valued at the daily closing price as reported by the fund. Mutual funds held by the Town are open-ended mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish the daily net asset value (NAV) and to execute transactions at that price. All mutual funds held by the Town at June 30, 2024 are deemed to be actively traded.

In determining fair value, the Town uses various valuation approaches, as appropriate in the circumstances. GASB Statement No. 72 establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – Unadjusted quoted priced in active markets that are accessible at the measurement date for identical assets or liabilities.

Level 2 – Inputs other than quoted prices in active markets for identical assets and liabilities that are observable either directly or indirectly for substantially the full term of the asset or liability.

Level 3 – Unobservable inputs for the asset or liability (supported by little or no market activity). Level 3 inputs include management's own assumption about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk).

The following table summarizes the assets and liabilities of the Town for which fair values are determined on a recurring basis as of June 30, 2024:

Investments by Fair Value Level	Fair Value June 30, 2024	Level 1	Level 2	Level 3
Equity Mutual Funds	\$55,647,027	\$55,647,027	\$ -	\$ -
Government Securities	8,307,234	8,307,234	-	-
Total Investments by Fair Value Level	<u>\$63,954,261</u>	<u>\$63,954,261</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

D. Investments (Continued)

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

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

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

The Police and Fire plan assets are invested in equities covering various sector. These equities include domestic, foreign, and fixed income securities. The Town Council is responsible for the overall stewardship of the funds. The council has delegated the Fire and Police Pension committee the responsibility to oversee the funds' investments activities on the council's behalf with final approval being made by Town Council. The committee selects and monitors the investment manager's performance. The investment manager is expected to pursue their own investment strategies within the guidelines created by the committee and in accordance with the Fund's asset allocation strategy and manager selection criteria.

F. Interest Rate Risk

Interest rate risk 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 Town limits its exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. The Town invests operating funds primarily in shorter-term securities, money market funds, or similar investment pools although the Town does not have a formal policy relating to a specific investment related risk.

G. Custodial Credit Risk

Custodial credit risk is the risk that, in the event of financial institution failure, the Town's deposits and/or investments may not be returned. The Town does not believe that it has a significant custodial credit risk as all the investments are registered and held in the name of the Town. Additionally, the Town's deposit policy requires that deposits be placed in financial institutions that are FDIC insured. The Town deposits are maintained in highly rated financial institutions and the ratings of these institutions is reviewed by management on a periodic basis.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 4 RECEIVABLES

A. Credit Risk

Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation and the Town will not be able to recover the value of its investment or collateral securities possessed by another party. The Town's Finance Director is responsible for the analysis of credit worthiness of financial institutions. This analysis includes reviewing the institutions ratings by nationally recognizing rating organization or by analyzing quarterly, semi-annual and/or annual financial statements for institutions not covered by a rating service. The analysis also looks at the capital adequacy, asset quality, earnings, and liquidity of each financial institution.

B. Foreign Currency Risk

The Town eliminates its exposure to foreign currency risk policy by only using U.S. Government Securities as collateral.

C. Property Taxes and Assessments Receivables

The Town assesses taxes each December 31st and the levy thereon may be paid in full on or before September 30th, or quarterly, on or before September 30th, December 31st, March 31st, and June 30th, without penalty, at the taxpayer's option.

During the year ended June 30, 2024, the Town received \$7,098,694 from the State of Rhode Island as payment in accordance with legislation regarding the phase-out of motor vehicle tax. During fiscal 2018 the State of Rhode Island passed legislation to reinstate the motor vehicle excise tax phase-out program. The specifics of the program are detailed in Chapter 34.1 of Title 44 of the Rhode Island General Laws. The phase-out program was set to fully eliminate the motor vehicle excise tax as of fiscal year 2024. However, during the 2022 legislative session, through Budget Article 6, §44-34.1-5 was added to the Rhode Island General Laws. This new statute accelerated the motor vehicle phase out program by one fiscal year, thus eliminating the tax by fiscal year 2023.

An automatic lien is placed on the taxpayer's property if payment has not been received by the due date. Interest is charged on past due accounts at a rate of 12% per annum calculated on the unpaid portion of the total tax.

Net property taxes levied for the fiscal year 2024 were based on a net assessed value of approximately \$3,659,746,357 at December 31, 2022, and amounted to approximately \$60,556,967. Collections through June 30, 2024, amounted to approximately \$59,253,648, which represents approximately 98% of the total tax levy. The collection percentage as of August 31, 2024, including the 60 day rule receipts, was approximately 99%.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 4 RECEIVABLES (CONTINUED)

C. Property Taxes and Assessments Receivables (Continued)

The Town 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 of \$3,965,621 at June 30, 2024, are recorded as a receivable, net of an allowance for uncollectible property taxes of \$1,174,763.

Those net property taxes receivable which were not collected within 60 days immediately following June 30, 2024, are recorded as unavailable tax revenue and amounted to \$885,471 at June 30, 2024.

Property taxes recognized as revenue on the Fund Statements for the fiscal year ended June 30, 2024 (due to their collection within the 60 days immediately following June 30, 2024), amounted to \$1,003,379.

The allowance for uncollectible accounts is based on that portion of current and delinquent taxes receivable which is estimated to be doubtful of collection. This provision does not constitute an abandonment of claim or cessation of collection efforts.

D. Leases Receivable

The Town of Smithfield is reporting leases receivables of \$111,034 at June 30, 2024. For fiscal year 2024, the Town reported leases revenue of approximately \$24,800 and interest revenue of approximately \$5,400 related to the lease payments received. A description of the Town's leasing arrangements is as follows:

Cell Tower Leases – The Town has entered into a lease agreement with Verizon for cell towers:

Company	Lease Commencement Date	Years	Lease Ending Date	Payment Method
Verizon	2019	7	2029	Monthly

A summary of the future principal to be received is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 20,258	\$ 4,582
2026	21,189	3,651
2027	22,162	2,678
2028	23,180	1,660
2029	24,245	595
Total	<u>\$ 111,034</u>	<u>\$ 13,166</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 5 TAX TREATY AGREEMENTS

The Town of Smithfield, Rhode Island may, from time to time, enter into tax abatement agreements (tax treaty agreements) with local businesses in accordance with provisions of Rhode Island Public Laws, 1960, Chapter 7, and various provisions of the General Laws of the State of Rhode Island. In accordance with the applicable Public Law and the General Laws of the State of Rhode Island, the Town may enter into tax treaty agreements which provide stabilization of taxes as a means to induce businesses to locate to the Town of Smithfield. These agreements are considered to be in the best public interest of the Town as they provide incentives for businesses to locate in the Town of Smithfield which will result an increase in the tax base of the Town, provide increased tax revenue, enhance property values in Town, help the overall economic climate of the Town, and in some instances, create employment opportunity for the residents of the Town of Smithfield.

As of June 30, 2024, the Town of Smithfield maintained four tax treaty/tax stabilization agreements. These agreements provided tax relief to businesses in the form of stabilization agreements for real and tangible property taxes. Listed below is a summary of information pertaining to these agreements for the fiscal year ended June 30, 2024.

- Agreement entered into in May 1998, with a retail and healthcare company to provide tax stabilization amounts increasing every five years from July 1, 1998, through December 31, 2023 and expiring December 31, 2028. The stabilization amount for real estate and tangible taxes for fiscal year ended June 30, 2024, was \$96,250. The amount of the abatement was estimated to be \$704,750.
- Agreement entered into on December 31, 1998 with a world leading designer and marketer of eyewear to provide tax stabilization amounts increasing every five years from December 31, 2003 through December 31, 2023 and terminating December 31, 2028. The stabilization amount for real estate and tangible taxes for fiscal year ended June 30, 2024 was \$246,797. The amount of the abatement was estimated to be \$328,347.
- Agreement entered into on May 28, 1996, with a financial service corporation to provide tax stabilization amounts increasing every five years from December 31, 2002 through December 31, 2022 and terminating December 31, 2028. The stabilization amount for real estate and tangible taxes for fiscal year ended June 30, 2024, was \$4,001,923. The amount of the abatement was estimated to be \$2,764,877.
- Agreement entered into on June 21, 2016, with an equipment rental company to provide tax stabilization amounts increasing once on December 31, 2024 and terminating on June 30, 2027. The stabilization amount for tangible taxes for fiscal year ended June 30, 2024, was \$100,000. The amount of the abatement was estimated to be \$986,436.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	Balance Beginning of Year	Additions	Retirements and Disposals	Balance End of Year
Governmental Activities:				
Nondepreciable Assets:				
Land	\$ 15,445,390	\$ 11,961	\$ -	\$ 15,457,351
Construction-in-Progress	7,207,064	6,344,126	1,142,273	12,408,917
Total Nondepreciable Assets	22,652,454	6,356,087	1,142,273	27,866,268
Depreciable Assets:				
Buildings and Improvements	86,585,946	881,823	-	87,467,769
Equipment	8,704,113	354,099	38,326	9,019,886
Vehicles	10,447,477	2,351,501	67,268	12,731,710
Infrastructure	86,025,348	1,264,020	-	87,289,368
Total Depreciable Assets	191,762,884	4,851,443	105,594	196,508,733
Total Cost	214,415,338	11,207,530	1,247,867	224,375,001
Amortized Assets:				
Intangible Right-to-Use:				
Leased Equipment	146,537	-	9,188	137,349
Total Amortized Assets	146,537	-	9,188	137,349
Accumulated Depreciation:				
Buildings and Improvements	(22,059,055)	(1,827,362)	-	(23,886,417)
Equipment	(7,331,843)	(325,529)	(38,326)	(7,619,046)
Vehicles	(7,679,387)	(957,859)	(67,268)	(8,569,978)
Infrastructure	(76,167,428)	(735,862)	-	(76,903,290)
Total Accumulated Depreciation	(113,237,713)	(3,846,612)	(105,594)	(116,978,731)
Accumulated Amortization:				
Leased Equipment	(90,465)	(46,884)	-	(137,349)
Total Accumulated Amortization	(90,465)	(46,884)	-	(137,349)
Total Governmental Activities Capital Assets	\$ 101,233,697	\$ 7,314,034	\$ 1,151,461	\$ 107,396,270

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6 CAPITAL ASSETS (CONTINUED)

	Balance Beginning of Year	Additions	Retirements and Disposals	Balance End of Year
Business-Type Activities:				
Nondepreciable Assets:				
Land	\$ 270,686	\$ -	\$ -	\$ 270,686
Construction-in-Progress	2,602,113	-	2,321,393	280,720
Total Nondepreciable Assets	2,872,799	-	2,321,393	551,406
Depreciable Assets:				
Land Improvements	87,131	-	-	87,131
Plant and Buildings	19,314,268	277,640	-	19,591,908
Equipment	11,333,791	-	-	11,333,791
Infrastructure - Mains, Lines, Etc.	23,335,278	2,071,517	-	25,406,795
Motor Vehicles	313,526	-	-	313,526
Total Depreciable Assets	54,383,994	2,349,157	-	56,733,151
Amortized Assets:				
Subscription-Based Information Technology	-	93,725	-	93,725
Total Amortized Assets	-	93,725	-	93,725
Total Cost	57,256,793	2,442,882	2,321,393	57,378,282
Accumulated Depreciation:				
Land Improvements	(85,991)	(175)	-	(86,166)
Plant and Buildings	(13,423,603)	(499,625)	-	(13,923,228)
Equipment	(7,083,928)	(305,913)	-	(7,389,841)
Infrastructure - Mains, Lines, Etc.	(16,542,683)	(185,003)	-	(16,727,686)
Motor Vehicles	(205,871)	(29,232)	-	(235,103)
Total Depreciable Assets	(37,342,076)	(1,019,948)	-	(38,362,024)
Accumulated Amortization:				
Subscription-Based Information Technology	-	(23,432)	-	(23,432)
Total Accumulated Amortization	-	(23,432)	-	(23,432)
Net Capital Assets	\$ 19,914,717	\$ 1,399,502	\$ 2,321,393	\$ 18,992,826

Of the current year capital asset depreciation, \$46,884 is presented as general government expense on the Statement of activities related to the School Department's intangible asset of copiers, which are included in the above table as Intangible right to use lease. With the implementation of GASB Statement No. 87, Leases, a lease meeting the criteria of this statement requirements the lessee to recognize the lease liability and an intangible right to use asset.

Depreciation and amortization expense for the year ended June 30, 2024 was charged to the following functions/programs of the Town:

Governmental Activities:	
General Government	\$ 648,324
Education	1,167,487
Public Safety	981,033
Public Works	998,823
Recreation	97,829
Total Depreciation/Amortization Expense - Governmental Activities	<u>\$ 3,893,496</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6 CAPITAL ASSETS (CONTINUED)

Business-Type Activities:	
Sewer Authority	\$ 731,114
Water Supply Board	138,019
Smithfield Ice Rink	170,388
School Lunch Program	<u>3,859</u>
Total Depreciation/Amortization Expense - Business-Type Activities	<u>\$ 1,043,380</u>

NOTE 7 DUE FROM FEDERAL AND STATE GOVERNMENTS

Due from federal and state governments represent balances on contracts and grants as well as for services provided and consisted of the following at June 30, 2024:

School Unrestricted Fund:	
State of Rhode Island - Department of Education	\$ 32,093
Other Nonmajor Governmental Fund:	
State of Rhode Island - Various	<u>617,392</u>
Total	<u>\$ 649,485</u>

NOTE 8 DEBT

All of the Town's General obligation debt (now outstanding or authorized but unissued) has been authorized pursuant to the General Laws of the State of Rhode Island or special acts of the State Legislature. Each special act provides for approval thereof by the electors of the Town. After referendum approval has been secured, the borrowing must be authorized by resolution of the Town Council and adopted by a vote of the majority.

The Rhode Island General Laws provide that no Town shall, without special statutory authority, incur any debt which would increase its aggregate indebtedness beyond three (3%) percent of the taxable property of the Town. Tax anticipation notes are not included in the computation of the legal debt limit. Debt may be incurred in excess of the three percent limit with the approval of the State Director of Revenue. At June 30, 2024, all of the Town's bonds and notes outstanding or authorized by unissued are either specifically exempt from the three percent debt limit or are within such limit.

At June 30, 2024, the three percent (3%) debt limit of the Town was approximately \$109,792,391 based on the net assessed value of property at December 31, 2022, of \$3,659,746,357.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8 DEBT (CONTINUED)

At June 30, 2024, the Town had a total of \$4,500,000 in authorized, unissued debt consisting of the following:

Purpose	Authorized Amount
Fire Department Station Improvements - 108/144	\$ 4,500,000
Total Authorized, Unissued Debt	<u>\$ 4,500,000</u>

At June 30, 2024, the Town's long-term debt outstanding and activity consisted of the following:

Description	Date of Issue	Amount of Original Issue	Interest Rate (%)	Date of Maturity	Balance Beginning of Year	Additions	Refundings and Retirements	Balance End of Year	Due Within One Year
Governmental Activities:									
General Obligation Bonds:									
School Improvements 2012 Series A	05/30/12	\$ 4,520,000	2.05%	10/15/23	\$ 250,000	\$ -	\$ 250,000	\$ -	\$ -
School Improvement 2015 Series C	12/22/12	4,375,000	3.00% - 5.00%	05/15/36	3,900,000	-	300,000	3,600,000	300,000
Police Improvement Bond 2016 Series A	09/01/16	6,075,000	2.00% - 4.00%	09/01/36	4,250,000	-	305,000	3,945,000	305,000
Series A 2020 (Tax-Exempt) Refunding of 2011A	12/01/21	2,050,000	3.00% - 5.00%	01/15/31	1,635,000	-	205,000	1,430,000	205,000
Series B 2020 Refunding of 2011A and 2012 B	12/01/21	4,355,000	0.467% - 2.097%	01/15/31	2,825,000	-	575,000	2,250,000	575,000
RIHEBC Revenue Bond Series 2021H	09/30/21	35,985,000	3.00% - 5.00%	05/15/42	34,835,000	-	1,210,000	33,625,000	1,270,000
Total General Obligation Bonds		<u>57,360,000</u>			<u>47,695,000</u>	-	2,845,000	44,850,000	2,655,000
Premium on Bonds					6,167,453	-	1,172,630	4,994,823	376,573
RIIB Loan:									
Efficient Buildings Fund Loan	12/22/22	<u>6,618,000</u>	2.33%	09/01/34	6,618,000	-	-	6,618,000	1,100,000
Other Long-Term Obligation:									
Net Pension Liability					57,591,221	932,377	4,853,600	53,669,998	-
Net OPEB Liability					39,358,173	-	6,682,535	32,675,638	-
Lease Liability - School					56,072	-	56,072	-	-
Compensated Absences					6,151,104	497,055	277,537	6,370,622	-
Total Other Long-Term Obligation					<u>103,156,570</u>	<u>1,429,432</u>	<u>11,869,744</u>	<u>92,716,258</u>	<u>-</u>
Total Governmental Activities		<u>\$ 63,978,000</u>			<u>\$ 163,637,023</u>	<u>\$ 1,429,432</u>	<u>\$ 15,887,374</u>	<u>\$ 149,179,081</u>	<u>\$ 4,131,573</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8 DEBT (CONTINUED)

Description	Date of Issue	Amount of Original Issue	Interest Rate (%)	Date of Maturity	Balance Beginning of Year	Additions	Refundings and Retirements	Balance End of Year	Due Within One Year
Business-Type Activities:									
General Revenue Bonds and Notes:									
Direct Borrowings and Direct Placements:									
Rhode Island Infrastructure Bank	12/12/07	\$ 850,000	1.492%	09/01/22	\$ -	\$ -	\$ -	\$ -	\$ -
Rhode Island Infrastructure Bank	10/06/09	560,000	2.89%	09/01/24	80,000	-	40,000	40,000	-
Rhode Island Infrastructure Bank	06/28/12	4,000,000	0.22% - 2.76%	09/01/32	2,229,000	-	196,000	2,033,000	-
Rhode Island Infrastructure Bank	06/16/13	3,370,000	0.19% - 2.53%	09/01/33	1,852,950	-	168,450	1,684,500	-
Rhode Island Infrastructure Bank	12/22/22	3,000,000	2.120% - 3.330%	09/01/42	3,000,000	-	114,000	2,886,000	-
Total General Revenue Bonds and Notes		11,780,000			7,161,950	-	518,450	6,643,500	-
General Obligation Bonds:									
Direct Borrowings and Direct Placements:									
Rhode Island Infrastructure Bank	05/01/13	227,000	3.31%	07/02/24	25,000	-	25,000	-	-
Total Bonds Obligations		<u>\$ 12,007,000</u>			7,186,950	-	543,450	6,643,500	-
Other Long-Term Obligation:									
Subscription-based liability					-	93,722	15,881	77,841	
Net Pension Liability					-	55,301		55,301	-
Compensated Absences					73,123	44,653	27,056	90,720	-
Total Business-Type Activities					<u>\$ 7,260,073</u>	<u>\$ 193,676</u>	<u>\$ 586,387</u>	<u>\$ 6,867,362</u>	<u>\$ -</u>

The Town's General Fund is used to record the activity of the net pension liability and net OPEB liability as the General Fund will absorb the costs.

During fiscal 2022, the Town received \$101,899 from the Rhode Island Infrastructure Bank (RIIB) for the Town's share of the gain realized on a refunding completed by the RIIB on debt issued by the Sewer Authority which was deferred with \$9,459 recognized in the current year. The Town has reported the proceeds as deferred inflows on the Statement of Net Position and will amortize the gain over the remaining useful life of the debt obligations. The future debt service requirements by the Town of Smithfield have not been impacted as a result of the RIIB refunding.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 8 DEBT (CONTINUED)

The Town's future debt service requirements relating to outstanding bond and lease purchase obligations consist of the following and are planned to be raised through future property tax levies, fee assessments, and state aid for school housing and improvements. The future maturities presented below does not include the amortization of the bond premium.

Year Ending June 30,	Governmental Activities				Business-Type Activities		
	Bonds		RIIB Loan		Direct Borrowings and Direct Placement		
	Principal	Interest	Principal	Interest	Principal	Principal	
						Forgiveness	Interest
2025	\$ 2,655,000	\$ 1,597,067	\$ 1,100,000	\$ 138,118	\$ 514,425	\$ (19,011)	\$ 158,988
2026	2,715,000	1,490,200	1,100,000	114,853	484,872	(17,729)	148,353
2027	2,780,000	1,377,934	1,100,000	90,983	600,179	(18,220)	137,252
2028	2,420,000	1,264,899	415,000	74,131	503,317	(8,925)	125,697
2029-2032	10,075,000	4,004,576	1,660,000	198,253	2,110,261	(101,706)	377,333
2033-2037	12,650,000	2,878,553	1,243,000	46,524	1,341,240	(65,777)	229,184
2038-2042	11,555,000	1,060,650	-	-	898,000	(63,608)	100,862
2043	-	-	-	-	202,000	(14,308)	3,125
Totals	<u>\$ 44,850,000</u>	<u>\$ 13,673,879</u>	<u>\$ 6,618,000</u>	<u>\$ 662,862</u>	<u>\$ 6,654,294</u>	<u>\$ (309,284)</u>	<u>\$ 1,280,794</u>

The Town of Smithfield currently has one lease agreement for the school department for two copiers. The school department is unsure whether they will renew the lease subsequent to the lease being completed. The lease agreements qualify as leases for accounting purposes and, therefore, have been recorded at present value of the future minimum payments as of the inception date. Schedule of payments of leases for June 30, 2024 is as follows:

Company	Lease Commencement Date	Years	Lease Ending Date	Payment Method	Year Ending June 30,	Principal	Interest
Axon	2021	3	2024	Monthly	2025	\$ 8,173	\$ 10

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 FUND BALANCES

Fund Balance may be classified in the following categories: Nonspendable, Restricted, Committed, Assigned, or Unassigned. See Note 1 of these financial statements for definitions of these five Fund Balance categories. The detail of the composition of Nonspendable, Restricted, Committed, and Assigned Fund Balance is as follows:

	Major Funds		Nonmajor Funds					
	General Fund	School Unrestricted Fund	Town Special Revenue	School Special Revenue	Town Capital Projects	School Capital Projects	Permanent Funds	Total
Fund Balances:								
Nonspendable:								
Long-Term Portion of Note Receivable from Greenville Public Library	\$ 114,228	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,228
Prepaid Expenditures	-	-	-	-	205,121	-	-	205,121
Restricted:								
General Government	-	-	422,460	-	-	-	-	422,460
Public Safety	-	-	9,832	-	-	-	-	9,832
Public Works	-	-	-	-	335,000	-	-	335,000
Education	-	-	-	312,809	-	-	-	312,809
Recreation and Senior Activities	-	-	120,630	-	-	-	63,722	184,352
Committed:								
Animal Control	-	-	28,911	-	-	-	-	28,911
Animal Control Spay and Neuter	-	-	9,684	-	-	-	-	9,684
Public Safety - Police	-	-	208,165	-	-	-	-	208,165
Municipal Contingencies	-	-	132,629	-	-	-	-	132,629
Retirement Escrow	-	-	353,816	-	-	-	-	353,816
Revaluation Escrow	-	-	17,587	-	-	-	-	17,587
General Public Assistance	-	-	63,079	-	-	-	-	63,079
Educational Purposes	-	2,387,748	-	-	-	114,517	-	2,502,265
Capital Projects	-	-	-	-	5,542,363	-	-	5,542,363
Reappropriation of Balances to 2025 Expenditures	732,769	-	-	-	-	-	-	732,769
Capital Expenditures Carryover	2,333,469	-	-	-	-	-	-	2,333,469
Unassigned	7,328,091	-	(120,285)	-	(4,700,143)	-	-	2,507,663
Total Fund Balances	<u>\$ 10,508,557</u>	<u>\$ 2,387,748</u>	<u>\$ 1,246,508</u>	<u>\$ 312,809</u>	<u>\$ 1,382,341</u>	<u>\$ 114,517</u>	<u>\$ 63,722</u>	<u>\$ 16,016,202</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 9 FUND BALANCES (CONTINUED)

The Town Council has adopted a spending policy as part of the approval of the implementation of GASB Statement No. 54. The Town's spending policy specifies the use of restricted resources first when both restricted and unrestricted fund balances are available unless there are legal documents/contracts that prohibit it. Additionally, the Town uses committed fund balance followed by assigned and then unassigned when expenditures are incurred for purposes for which amounts are available in each category.

In accordance with the Town's Home Rule Charter, effective June 30, 2023, the unrestricted fund balance of the Town's General Fund is to be maintained at 8% of the subsequent year's budget. Accordingly, the unrestricted fund at June 30, 2024, should be \$7,328,091 which is 8% of the fiscal 2025 approved budget of \$91,601,143. As seen in the accompanying supplementary information, at June 30, 2024, the Town's General fund reported unassigned fund balance of \$7,328,091. The unassigned fund balance in the Town's General Fund at June 30, 2024, is considered to represent the 8% unrestricted fund balance required by the Home Rule Charter.

NOTE 10 FUND DEFICITS

The following funds had deficit fund balances (negative unassigned fund balance) at June 30, 2024:

	<u>Amount</u>
Major Governmental Funds:	
None	\$ -
Nonmajor Governmental Funds:	
Town Special Revenue - Dog Park	1,800
Town Special Revenue - Neighborhood Center Fund	16,509
Town Special Revenue - CDBG	101,976
Town Capital Project - Special Project Fund	435,526
Town Capital Project - Fire Station Bond	583,833
Town Capital Project - School Improvement Bond	90,252
Town Capital Project - Lease Fund	2,200,506
Town Capital Project - Smithfield Fire Rescue	1,184,905
Total Aggregate Deficit	<u>\$ 4,615,307</u>

The deficit fund balances/negative unassigned fund balances noted above will be eliminated through the future sale of property, annual lease payments made by the Town's General Fund, issuance of bonded debt, and/or transfer of funds from another project.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 10 FUND DEFICITS (CONTINUED)

The following individual funds had operating deficits for the year ended June 30, 2024:

	Amount
Major Governmental Funds:	
General Fund	\$ 3,250,317
Business-Type Activities:	
Sewer Authority	\$ 352,063
Ice Rink	26,663
Total Business-Type Activities	\$ 378,726
Nonmajor Governmental Funds:	
Special Revenue Funds:	
Animal Control	\$ 6,296
Police Restricted Revenue	191,454
CDBG	139,976
Retirement Escrow	127,262
Police Confiscated	541
Revaluation Escrow	6,575
RI DOT Children Passenger Safety	1
Senior Center Grant	167
Neighborhood Center	128,357
Capital Projects Funds:	
Efficient Buildings Smithfield School	2,354,870
Police Equipment	669
Special Projects Funds	285,119
Capital Reserve	500,000
Fire Station Bond	14,550
Land Trust	12,888
School Improvement Bond	4,204
Lease Fund	79,808
Smithfield Fire Rescue	269,412
School Capital Projects	1,273,114
School Restricted Funds:	
CTE Categorical	14,446
SBA Learning Inside Out	445
Feinstein Foundation #1	1,600
Feinstein Foundation #2	18,518
Feinstein Foundation #3	73
Kiducation	325
High School Donations Booster	2,280
Daniel DiChiara Scholarship	2,850
Total Nonmajor Governmental Activities	\$ 5,429,504

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11 INTERFUND BALANCES AND TRANSFERS

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, reimbursement for expenditures paid by one fund on behalf of another fund or may simply be the result of pooling financial resources to maximize investment return. The composition interfund balances at June 30, 2024, is as follows. Interfund balances are eliminated for presentation in the Government-Wide financial statements.

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all operating costs or capital expenditures with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2024 is as follows:

	Due from Other Funds	Due to Other Funds	Other Financing Sources	Other Financing Uses
Major Governmental Funds:				
General Fund	\$ 11,594,045	\$ 17,098,560	\$ 2,688,802	\$ 33,981,610
ARPA Fund	2,416,846	-	-	-
School Unrestricted Fund	3,402,090	-	33,871,610	98,615
Total Major Governmental Funds	17,412,981	17,098,560	36,560,412	34,080,225
Nonmajor Governmental Funds:				
Town Special Revenue	889,987	797,431	-	314,265
School Special Revenue	122,785	450,807	-	-
Town Capital Projects	3,864,228	6,149,735	110,000	1,898,498
School Capital Projects	-	148,187	98,615	-
Total Nonmajor Governmental Funds	4,877,000	7,546,160	208,615	2,212,763
Proprietary Funds:				
Sewer Authority	-	378,671	-	224,097
Water Supply Board	2,982,105	-	-	251,942
Smithfield Ice Rink	-	311,241	-	-
School Lunch Program	62,546	-	-	-
Total Proprietary Funds	3,044,651	689,912	-	476,039
Total All Funds	<u>\$ 25,334,632</u>	<u>\$ 25,334,632</u>	<u>\$ 36,769,027</u>	<u>\$ 36,769,027</u>

The following represents the interfund payable between the general fund and the fiduciary funds:

Receivable Fund	Payable Fund	Interfund Receivable	Interfund Payable
General Fund	Major Governmental Funds:		
	General Fund	<u>\$ -</u>	<u>\$ 374,924</u>
	Fiduciary Funds:		
	Custodial Fund	<u>\$ 374,924</u>	<u>\$ -</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board**

General Information about the Pension Plan

Plan Description

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

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

Benefits Provided

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

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

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

Final Compensation – Prior to July 1, 2012 and for general employee members eligible to retire as of June 30, 2012, the average was based on the member's highest three consecutive annual salaries. Effective July 1, 2012, the average was based on the member's highest five consecutive annual salaries. Once a member retires or is terminated, the applicable FAC will be the greater of the member's highest three year FAC as of July 1, 2012 or the five year FAC as of the retirement/termination date. For members retiring after July 1, 2024, retiree benefit amounts are based on the average three consecutive years of compensation. Monthly benefits are based on one-twelfth of this amount.

General Employees

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

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

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

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

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

General Information about the Pension Plan (Continued)

Benefits Provided (Continued)

General Employees (Continued)

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

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

Police and Fire Employees

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

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

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

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

General Information about the Pension Plan (Continued)

Police and Fire Employees (Continued)

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

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

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

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

Other Benefit Provisions

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

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

General Information about the Pension Plan (Continued)

Other Benefit Provisions (Continued)

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

Cost of living adjustments are provided to retirees based on statutory provisions (Section 36-10-35 of the Rhode Island General Laws). For members and/or beneficiaries of members who retired on or before June 30, 2012, cost of living adjustments are computed annually. For members retiring on or after July 1, 2012, twenty-five percent (or 1/4th) of the cost of living adjustment is computed annually until the plan reaches a 75% funded status. The full benefit adjustment is reinstated for all members upon the plan reaching the 75% funded status.

- a. Effective July 1, 2015, the COLA is determined based on 50% of the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%, plus 50% of the lesser of 3.0% or last year's CPI-U increase for a total maximum increase of 3.50%. Previously, it was the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%.
- b. The COLA will be limited to the first \$25,000 of the member's annual pension benefit. For retirees and beneficiaries who retired on or before July 1, 2015, years in which a COLA is payable based on every fourth year provision described in (a) above will be limited to the first \$30,000. These limits will be indexed annually to increase in the same manner as COLAs, with the known values of \$27,608 for 2021, \$27,901 for 2022 and \$28,878 for 2023.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Employees Covered by the Benefit Terms

At the June 30, 2023 valuation date, the following employees were covered by the benefit terms:

	MERS Plan General Employees Town	MERS Plan General Employees School	MERS Plan Police Employees	MERS Plan Fire Employees	Total
Retirees and Beneficiaries	40	74	13	1	128
Inactive, Nonretired Members	26	38	3	-	67
Active Members	69	91	43	37	240
Total	135	203	59	38	435

Contributions

The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees of the MERS Plan (COLA plans) are required to contribute 1% (2% if the employer opted to provide COLA) of their salaries. General employees with more than 20 years of service as of June 30, 2012, are required to contribute 8.25%. Public safety employees are required to contribute 9% (10% if the employer opted to provide a COLA) of their salaries. The Town of Smithfield, Rhode Island contributes at a rate of covered payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Smithfield, Rhode Island contributed \$1,473,156 in the year ended June 30, 2024, which was 9.42% of annual covered payroll.

	General Employees MERS Plan - Town	General Employees MERS Plan - School	Police Employees MERS Plan	Fire Employees MERS Plan	Total
Employer Contributions	\$ 446,020	\$ 358,592	\$ 409,166	\$ 259,378	\$ 1,473,156
Covered Payroll	\$ 4,659,773	\$ 3,993,252	\$ 4,242,145	\$ 2,743,547	\$ 15,638,717
Percentage of Annual Covered Payroll	9.57%	8.98%	9.65%	9.45%	9.42%

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Net Pension Liability (Asset)

The total pension liability was determined by actuarial valuations performed as of June 30, 2022 and rolled forward to June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement.

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability (Asset) at the June 30, 2023 measurement date (June 30, 2022 valuation rolled forward to June 30, 2023):

Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll - Closed
Actuarial Assumptions:	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.25% to 7.25% Police and Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
Cost of Living Adjustments	All future COLAs were assumed to be 2.1% per annum for all MERS units with the COLA provision.

The actuarial assumptions used in the calculation of the total pension liability at June 30, 2023 measurement date were based on the 2023 Actuarial Experience Investigation Study for the six-year period ended June 30, 2022 as approved by the System's Board on May 17, 2023.

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 42 sources.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Net Pension Liability (Asset) (Continued)

The June 30, 2023, expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Asset Class	Target Allocation Percent	Long-Term Expected Real Rate of Return Percent
Growth:		
Global Equity:		
U.S. Equity	25.10%	6.46%
International Developed Equity	10.70%	6.91%
Emerging Market Equity	4.20%	8.92%
Subtotal	40.00%	
Private Growth:		
Private Equity	12.50%	10.30%
Noncore Real Estate	2.50%	5.01%
Subtotal	15.00%	
Income:		
Equity Options	2.00%	6.20%
Liquid Credit	5.00%	4.56%
Private Credit	3.00%	4.56%
Collateralized Loan Obligations (CLO)	2.00%	4.56%
Subtotal	12.00%	
Stability:		
Crisis Protection Class:		
Treasury Duration	5.00%	0.76%
Systematic Trend	5.00%	4.07%
Subtotal	10.00%	
Inflation Protection::		
Core Real Estate	4.00%	5.01%
Private Infrastructure	4.00%	5.91%
Subtotal	8.00%	
Volatility Protection:		
IG Corp Credit	3.25%	2.46%
Securitized Credit	3.25%	2.46%
Absolute Return	6.50%	4.07%
Cash	2.00%	0.76%
Subtotal	15.00%	
Total	100.00%	

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Net Pension Liability (Asset) (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 of the plans was 7%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability (Asset)

Municipal Employees' Retirement System - General Employees - Town			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances - Beginning of Year	\$ 20,990,435	\$ 19,973,677	\$ 1,016,758
Changes for the Year:			
Service Cost	378,820	-	378,820
Interest on the Total Pension Liability	1,447,031	-	1,447,031
Difference Between Expected and Actual Experience	133,134	-	133,134
Changes in Assumptions	(7,322)	-	(7,322)
Employer Contributions	-	475,882	(475,882)
Employee Contributions	-	133,971	(133,971)
Net Investment Income	-	1,684,629	(1,684,629)
Benefit Payments, Including Employee Refunds	(1,015,942)	(1,015,942)	-
Administrative Expense	-	(18,133)	18,133
Other Changes	-	742	(742)
Net Changes	935,721	1,261,149	(325,428)
Balances - End of Year	\$ 21,926,156	\$ 21,234,826	\$ 691,330

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Changes in Net Pension Liability (Asset) (Continued)

Municipal Employees' Retirement System - General Employees - School Noncertified			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances - Beginning of Year	\$ 15,764,060	\$ 14,869,988	\$ 894,072
Changes for the Year:			
Service Cost	330,076	-	330,076
Interest on the Total Pension Liability	1,083,450	-	1,083,450
Difference Between Expected and Actual Experience	116,212	-	116,212
Changes in Assumptions	(17,275)	-	(17,275)
Employer Contributions	-	408,452	(408,452)
Employee Contributions	-	91,628	(91,628)
Net Investment Income	-	1,244,828	(1,244,828)
Benefit Payments, Including Employee Refunds	(902,469)	(902,469)	-
Administrative Expense	-	(13,399)	13,399
Other Changes	-	(7,829)	7,829
Net Changes	609,994	821,211	(211,217)
Balances - End of Year	\$ 16,374,054	\$ 15,691,199	\$ 682,855

Municipal Employees' Retirement System - Police Employees			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances - Beginning of Year	\$ 23,851,667	\$ 24,163,476	\$ (311,809)
Changes for the Year:			
Service Cost	740,703	-	740,703
Interest on the Total Pension Liability	1,675,982	-	1,675,982
Difference Between Expected and Actual Experience	281,187	-	281,187
Changes in Assumptions	(68,284)	-	(68,284)
Employer Contributions	-	461,924	(461,924)
Employee Contributions	-	387,195	(387,195)
Net Investment Income	-	2,105,265	(2,105,265)
Benefit Payments, Including Employee Refunds	(558,824)	(558,824)	-
Administrative Expense	-	(22,660)	22,660
Other Changes	-	(1)	1
Net Changes	2,070,764	2,372,899	(302,135)
Balances - End of Year	\$ 25,922,431	\$ 26,536,375	\$ (613,944)

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

Changes in Net Pension Liability (Asset) (Continued)

Municipal Employees' Retirement System - Fire Employees			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances - Beginning of Year	\$ 3,199,508	\$ 3,628,539	\$ (429,031)
Changes for the Year:			
Service Cost	507,863	-	507,863
Interest on the Total Pension Liability	240,397	-	240,397
Difference Between Expected and Actual Experience	488,796	-	488,796
Changes in Assumptions	(20,813)	-	(20,813)
Employer Contributions	-	223,116	(223,116)
Employee Contributions	-	269,138	(269,138)
Net Investment Income	-	351,486	(351,486)
Benefit Payments, Including Employee Refunds	(38,386)	(38,386)	-
Administrative Expense	-	(3,783)	3,783
Other Changes	-	1	(1)
Net Changes	1,177,857	801,572	376,285
Balances - End of Year	\$ 4,377,365	\$ 4,430,111	\$ (52,746)

Sensitivity of Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7%, as well as what the employers' net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
General Employees MERS Plan - Town	\$ 2,759,889	\$ 691,330	\$ (1,187,921)
General Employees MERS Plan - School	2,241,944	682,855	(733,593)
Police Employees MERS Plan	1,770,214	(613,944)	(2,779,510)
Fire Employees MERS Plan	346,309	(52,746)	(415,027)

Pension Plan Fiduciary Net Pension

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**A. Municipal Employees' Retirement System (MERS) – Agent Multiple Plan
Administered by the State of Rhode Island Retirement Board (Continued)**

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

For the year ended June 30, 2024, the Town of Smithfield recognized pension expense in the Government- Wide Statement of Activities for the various MERS plans as follows:

	Amount
General Employees MERS Plan - Town	\$ (3,629)
General Employees MERS Plan - School	70,756
Police Employees MERS Plan	72,077
Fire Employees MERS Plan	173,008

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,100,264	\$ 1,571,805
Changes of Assumptions	231,893	316,442
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	892,365
Town Contributions Subsequent to the Measurement Date	2,027,986	-
Total	<u>\$ 3,360,143</u>	<u>\$ 2,780,612</u>
Net Amount of Deferred Outflows and Inflows Excluding Town Contributions Subsequent to the Measurement Date	<u>\$ 1,332,157</u>	<u>\$ 2,780,612</u>

\$2,027,986 was reported as deferred outflows of resources in the aggregate for all MERS Plans related to pensions resulting from the Town of Smithfield's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period.

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

Year Ending June 30,	Amount
2025	\$ (947,099)
2026	(1,146,477)
2027	905,516
2028	(289,461)
2029	(49,482)
Thereafter	78,548
Total	<u>\$ (1,448,455)</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS)

Plan Description

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

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

Benefit Provisions

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

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

Cost of living adjustments are provided to retirees based on statutory provisions (Section 36-10-35 of the Rhode Island General Laws). For members and/or beneficiaries of members who retired on or before June 30, 2012, cost of living adjustments are computed annually. For members retiring on or after July 1, 2012, twenty-five percent (or 1/4th) of the cost of living adjustment is computed annually until the plan reaches a 75% funded status. The full benefit adjustment is reinstated for all members upon the plan reaching the 75% funded status.

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

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS) (Continued)

Contributions

The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2024, the Town of Smithfield's School Department teachers were required to contribute 3.75% of their annual covered salary, except for teachers with twenty or more years of service as of June 30, 2012, must contribute 11% of their annual covered salary. The state and the Town of Smithfield 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 the Town of Smithfield; the rates were 11.13% and 15.03% of annual covered payroll for the fiscal year ended June 30, 2023 for the state and Town of Smithfield, respectively. The Town of Smithfield contributed \$2,979,524, \$2,889,485 and \$2,907,280 for the fiscal years ended June 30, 2024, 2023 and 2022, respectively, equal to 100% of the required contributions for each year. The State's share of contribution for fiscal 2024 was \$2,213,600 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2024, the Town of Smithfield reported a liability of \$23,941,952 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Town of Smithfield as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Town of Smithfield were as follows:

Smithfield School Department Proportionate Share of the Net Pension Liability	\$ 23,941,952
State's Proportionate Share of the Net Pension Liability	
Associated with the Smithfield School Department	17,495,565
Total Net Pension Liability	<u>\$ 41,437,517</u>

The net pension liability was measured as of June 30, 2023, 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, 2022 rolled forward to June 30, 2023. The Town of Smithfield's proportion of the net pension liability was based on a projection of the Town of Smithfield 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, 2023 the Town of Smithfield's proportion was 0.98654961%.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS) (Continued)

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

For the year ended June 30, 2024, the Town of Smithfield recognized gross pension expense in the Government-Wide financial statements of \$2,406,232 and operating grants and contributions for education of \$1,094,704 for support provided by the State. At June 30, 2024, the Town of Smithfield reported deferred outflows of resources and deferred inflows of resources to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 277,599	\$ 556,835
Changes of Assumptions	102,499	946,598
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		850,456
Changes in Proportion and Differences Between System Contributions and Proportionate Share Contributions	114,932	1,588,290
Contributions Subsequent to the Measurement Date	2,979,524	-
Total	<u>\$ 3,474,554</u>	<u>\$ 3,942,179</u>
Net Amount of Deferred Outflows and (Inflows) Excluding PSD Contributions Subsequent to the Measurement Date		<u>\$ (3,447,149)</u>

\$2,979,524 was reported as deferred outflows of resources related to pensions resulting from the Town of Smithfield contributions in fiscal year 2024 subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2025	\$ (1,055,874)
2026	(1,499,936)
2027	60,382
2028	(586,280)
2029	(264,044)
Thereafter	(101,397)
Total	<u>\$ (3,447,149)</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS) (Continued)

Actuarial Assumptions

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

Inflation	2.50%
Salary increases	3.0% to 13.0%
Investment rate of return	7.00%
Mortality	Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16

The actuarial assumptions used in the calculation of the total pension liability at June 30, 2023 measurement date were based on the 2023 Actuarial Experience Investigation Study for the six-year period ended June 30, 2022 as approved by the System's Board on May 17, 2023.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS) (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 42 sources. The June 30, 2023 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Asset Class	Target Allocation Percent	Long-Term Expected Real Rate of Return Percent
Growth:		
Global Equity:		
U.S. Equity	25.10%	6.46%
International Developed Equity	10.70%	6.91%
Emerging Market Equity	4.20%	8.92%
Subtotal	40.00%	
Private Growth:		
Private Equity	12.50%	10.30%
Noncore Real Estate	2.50%	5.01%
Subtotal	15.00%	
Income:		
Equity Options	2.00%	6.20%
Liquid Credit	5.00%	4.56%
Private Credit	3.00%	4.56%
Collateralized Loan Obligations (CLO)	2.00%	4.56%
Subtotal	12.00%	
Stability:		
Crisis Protection Class:		
Treasury Duration	5.00%	0.76%
Systematic Trend	5.00%	4.07%
Subtotal	10.00%	
Inflation Protection::		
Core Real Estate	4.00%	5.01%
Private Infrastructure	4.00%	5.91%
Subtotal	8.00%	
Volatility Protection:		
IG Corp Credit	3.25%	2.46%
Securitized Credit	3.25%	2.46%
Absolute Return	6.50%	4.07%
Cash	2.00%	0.76%
Subtotal	15.00%	
Total	100.00%	

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

B. Teacher's Pension Plan – Employees' Retirement System (ERS) (Continued)

Actuarial Assumptions (Continued)

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

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the proportionate share of the net pension liability (asset) calculated using the discount rate of 7% as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Teachers' Pension ERS Plan	\$ 30,700,701	\$ 23,941,952	\$ 17,800,853

Pension Plan Fiduciary Net Pension

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

C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)

Plan Description

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

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)**

Plan Description (Continued)

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

Eligibility and Plan Benefits

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

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

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

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

Highest Annual Salary	Basic Monthly Spouse's Benefits
\$17,000 or Less	\$ 825.00
\$17,001 - \$25,000	962.50
\$25,001 - \$33,000	1,100.00
\$33,001 - \$40,000	1,237.50
\$40,001 and Over	1,375.00

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)**

Eligibility and Plan Benefits (Continued)

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

Parent and 1 Child	Parent and 2 or More Children	1 Child Alone	2 Children Alone	3 or More Children Alone	Dependent Parent
150%	175%	75%	150%	175%	100%

Contributions

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

The Smithfield School Department contributed \$27,077, \$27,524 and \$27,975 for the fiscal years ended June 30, 2024, 2023 and 2022, respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2024, the Smithfield School Department reported an asset of \$7,223,651 for its proportionate share of the net pension asset related to its participation in TSB. The net pension asset was measured as of June 30, 2023, the measurement date, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of June 30, 2022, rolled forward to 2023. The Smithfield School Department proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2023 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2023 the Smithfield School Department proportion was 3.59284579%.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)

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

For the year ended June 30, 2024, the Town of Smithfield recognized pension expense of (\$624,297) – a decrease in the net pension asset.

At June 30, 2024, the Town of Smithfield School Department 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
Differences Between Expected and Actual Experience	\$ 49,747	\$ 620,278
Changes of Assumptions	86,170	386,539
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	208,203
Changes in Proportion and Differences Between System Contributions and Proportionate Share Contributions	253,777	50,446
Contributions Subsequent to the Measurement Date	27,077	-
Total	<u>\$ 416,771</u>	<u>\$ 1,265,466</u>
Net Amount of Deferred Outflows and (Inflows) Excluding PSD Contributions Subsequent to the Measurement Date		<u>\$ 875,772</u>

\$27,077 reported as deferred outflows of resources related to pensions resulting from the Town of Smithfield School Department contributions in fiscal year 2024 subsequent to the measurement date will be recognized as an addition to the net pension asset in the subsequent period. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ (329,061)
2026	(407,431)
2027	90,980
2028	(141,392)
2029	(42,267)
Thereafter	(46,601)
Total	<u>\$ (875,772)</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

**C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)**

Actuarial Assumption

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

Actuarial Assumptions:

Inflation	2.50%
Salary Increases	3.0% - 13.0%
Investment Rate of Return	7.00%
Mortality	Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.

Cost of living adjustment – eligible survivors receive a yearly cost of living adjustment based on the annual social security adjustment – for valuation purposes, a 2.50% cost of living adjustment is assumed.

The actuarial assumptions used in the calculation of the total pension liability at June 30, 2023 measurement date were based on the 2023 Actuarial Experience Investigation Study for the six-year period ended June 30, 2022 as approved by the System's Board on May 17, 2023.

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 42 sources.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)

Actuarial Assumption (Continued)

The June 30, 2023 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Asset Class	Target Allocation Percent	Long-Term Expected Real Rate of Return Percent
Growth:		
Global Equity:		
U.S. Equity	25.10%	6.46%
International Developed Equity	10.70%	6.91%
Emerging Market Equity	4.20%	8.92%
Total Global Equity	40.00%	
Private Growth:		
Private Equity	12.50%	10.30%
Noncore Real Estate	2.50%	5.01%
Total Private Growth	15.00%	
Income:		
Equity Options	2.00%	6.20%
Liquid Credit	5.00%	4.56%
Private Credit	3.00%	4.56%
Collateralized Loan Obligations (CLO)	2.00%	4.56%
Total Income	12.00%	
Stability:		
Crisis Protection Class:		
Treasury Duration	5.00%	0.76%
Systematic Trend	5.00%	4.07%
Total Crisis Protection Class	10.00%	
Inflation Protection:		
Core Real Estate	4.00%	5.01%
Private Infrastructure	4.00%	5.91%
Total Inflation Protection	8.00%	
Volatility Protection:		
IG Corp Credit	3.25%	2.46%
Securitized Credit	3.25%	2.46%
Absolute Return	6.50%	4.07%
Cash	2.00%	0.76%
Total Volatility Protection	15.00%	
Total Long-Term Expected Returns	100.00%	

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

C. Teacher's Survivors Benefit Plan (TSB) – Employees' Retirement System (ERS)
(Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the net pension liability (asset) calculated using the discount rate of 7% as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
	(6.0%)	(7.0%)	(8.0%)
Teachers' Survivors Benefit ERS Plan	\$ (6,459,753)	\$ (7,223,651)	\$ (7,917,713)

Pension Plan Fiduciary Net Pension

Detailed information about this pension plan's fiduciary net position is available in the separately issued ERSRI financial report. The report may be obtained at <http://www.ersri.org>.

D. Police and Fire Pension Trust (Fiduciary Funds)

Police Pension Trust

The Town of Smithfield currently maintains a Police Pension Trust Fund which is administered by a private insurer and operated on a pay-as-you go basis and is a single-employer plan. The plan is closed to new participants and currently includes 33 participants which included all retirees and beneficiaries. All active members of the Town's police department were transferred into the State Municipal Plan effective July 1, 2006.

Normal retirement benefits are paid at 2.5 percent of final average salary multiplied by service up to 20 years plus 2 percent of final average salary multiplied by service in excess of 20 years, not to exceed 75 percent of final average salary. Final average salary is defined as the average annual salary for the three consecutive years producing the highest such average in the last ten years preceding normal retirement date. The normal retirement dates are as follows: Police personnel employed prior to December 1, 1987 – the earlier of age 55 or completion of 20 years or service; Police personnel employed on or after December 1, 1987 – completion of 20 years of service.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Police Pension Trust (Continued)

Former police employees retiring or becoming disabled on or after July 1, 1992, under the plan shall receive a COLA increase of 3% in their benefit on each anniversary date of retirement.

For the fiscal year ended June 30, 2024, the Town contributed \$1,386,907 to this plan. As noted above, the plan is closed to new active employees and new participants and as a result, there were no employee contributions or covered payroll for the fiscal year ended June 30, 2024.

The net pension liability was determined using the actuarial methods and assumptions for the valuation of the Police Pension Fund as a valuation date of July 1, 2023, as follows:

Discount Rate for Purposes of Determining Net Pension Liability	7.25%
Long-Term Rate of Return on Investments	7.25%, net of expenses, including inflation
Municipal Bond	4.21%. The Municipal Bond rates is based on the S&P Municipal Bond 20 Year High Grade Index.
Salary Increases	N/A
Inflation	3.00%
Mortality	2010 Public Sector Retirement Plan Mortality Table for Safety Annuitants and Contingent Annuitants with above average benefits and MP-2021 mortality improvement scale (M/F). 2010 Public Sector Retirement Plan Mortality for disabled Safety Participants with MP-2021 mortality improvement scale (M/F).

The Town does not currently issue a separate, audited GAAP basic postemployment benefit plan report for the police pension trust fund described above.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Fire Pension Trust

Fire Department employees hired prior to July 1, 2011 are covered under a single employer defined benefit pension plan which is administered by a private insurer. Plan participation commences on the first day of the month following the date the employee is hired. Retirement benefits are determined based in the average annual salary for the three consecutive years producing the highest such average in the last ten years preceding normal retirement date and includes base compensation only. Employees are eligible for retirement on the first day of the month coincident with or next following the earlier of the attainment of age 65 or completion of 20 years of service. Benefits are calculated at 2.5% of the final average salary as determined above multiplied by service up to 20 years plus 2% of final average salary multiplied by service in excess of 20 years but not more than 75% of final average salary. Employees become 100% vested in the plan upon completion of ten years of service.

On or after January 1, 1994, the pension benefit for a participant is in the form of an annuity payable for the lifetime of a participant commencing in his/her retirement date. Upon death after retirement, 67 ½ % of the benefit will be continued to the surviving spouse in accordance with the terms of the plan. The pension benefit for a participant who retired prior to April 1, 1994, and who elected the Contingent Annuitant Option, shall have the pension benefit adjusted for an unreduced life annuity effective April 1, 1994. Firefighters who retire or who are placed on a disability pension after July 1, 1988, are entitled to a 3% compounded cost-of-living increase on each anniversary date of their retirement. This cost-of-living increase is also available to the surviving spouse and dependents of these retirees.

Disability benefits are provided under the plan upon completion of seven years of service, if the total and permanent disability is not due to occupational causes. If the participant becomes totally and permanently disabled due to occupational causes, no age or service requirements apply. The benefit is 50% of final average salary if the disability is not due to occupational cases and 66.67% of final average salary if it is due to occupational causes. Death benefits are paid to an employee's beneficiary if death occurs while the employee is still in the service of the Town. The pre-retirement death benefit to the surviving spouse is equal to 40% of the final average salary plus 10% for any dependent children with a maximum benefit of 50%. The pre-retirement death benefit is equal to 15% of the final average salary for each dependent child under age 18 with a maximum of 45% of final average salary for employees that do not have a spouse at the date of death.

Employees retiring or becoming disabled after July 1, 1998, shall receive a COLA increase of 3% in their benefit on each anniversary date of retirement. Pre-retirement survivor beneficiaries are also eligible for these increases.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Fire Pension Trust (Continued)

The payroll for employees covered under this Town administered fire pension plan for the year ended June 30, 2024, was approximately \$2,433,662. At June 30, 2024, the plan included 74 participants which were comprised of the following: 33 active participants, 37 retirees and beneficiaries, and 4 terminated vested employees not yet receiving benefits.

Fire personnel are required by the plan document and contractual obligations to contribute 10% of their base earnings, not including overtime pay. The current collective bargaining agreement between the Town and fire department personnel provides that the Town contributes 34.13% for fiscal 2024. During the year ended June 30, 2024, the Town contributed approximately \$798,973 to the plan.

The net pension liability was determined using the actuarial methods and assumptions for the valuation of the Fire Pension Fund as of a valuation date of July 1, 2023, as follows:

Actuarial Assumptions:

Discount Rate for Purposes of Determining Net Pension Liability	7.25%
Long-Term Rate of Return on Investments	7.25%, net of expenses, including inflation
Municipal Bond	4.21%. The Municipal Bond rates is based on the S&P Municipal Bond 20 Year High Grade Index.
Salary Increases	3.00%
Inflation	3.00%
Mortality	2010 Public Safety Above Median for Employees, Healthy Annuitants, and Disabled Retirees, with Scale MP-2021 Generational Improvements (M/F).

The Town does not currently issue a separate, audited GAAP basis postemployment benefit plan report of the fire pension trust fund described above.

Investment Policy

The Police and Fire plan assets are invested in equities covering various sector. These equities include domestic, foreign, and fixed income securities. The Town Council is responsible for the overall stewardship of the funds. The council has delegated the Fire and Police Pension committee the responsibility to oversee the funds' investments activities on the council's behalf with final approval being made by the Town Council. The committee selects and monitors the investment manager's performance. The investment manager is expected to pursue their own investment strategies within the guidelines created by the committee and in accordance with the Fund's asset allocation strategy and manager selection criteria.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Rate of Return

For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan expense was 12.00% and 13.41% for Police and Fire Pension Plans, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for changing amounts actually invested.

The long-term expected rate of return on the Police and Fire Pension 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. Best estimates of arithmetic rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2024, are summarized in the following table (rates shown include the inflation component).

The rates are applicable for both the Police and Fire Pension Plan trust funds.

Asset Class	Target Asset Allocation			
	Minimum	Target	Maximum	
Public Equity Strategies:				
U.S. Large Cap Equity	25%	30%	55%	Russell 1000 Index
U.S. Small Cap Equity	4%	6%	10%	Russell 2000 Index
World Equity ex-U.S.	10%	20%	30%	MSCI ACWI ex US
Emerging Market Equity	5%	7%	10%	MSCI Emg & Frontier IX
Publicly Traded Real Estate	0%	5%	7%	S&P REIT Index
Fixed Income:				
U.S. High Yield	0%	5%	10%	ML High Yld Master
Core Bonds	15%	20%	25%	Barclays Aggregate
Emerging Market Bonds	0%	3%	5%	JPM EMBI
Short Duration Bonds	0%	5%	10%	BofA ML 3 Mo
Alternatives:				
Commodities	0%	10%	15%	
Hedge Funds	0%	5%	10%	
Asset Class	Fire	Police	Target Asset Allocation	Long-Term Expected Real Rate of Return
	Asset Allocation	Asset Allocation		
	End of Year	End of Year		
	Percent	Percent	Percent	Percent
Public Equity Strategies	66.52%	67.42%	65.00%	11.00%
Fixed Income	33.48%	32.58%	35.00%	5.70%
Alternatives	0.00%	0.00%	0.00%	6.00%
Total	100.00%	100.00%	100.00%	

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Concentrations

The police and fire pension plan trust funds held investments in the following which represented 5% or more of the pension plan's fiduciary net position as of June 30, 2024.

Investments	Fire Pension Trust Fair Value	Percent of Fiduciary Net Position	Police Pension Trust Fair Value	Percent of Fiduciary Net Position
Vanguard Short-Term Bond Index	\$ 4,296,554	13.15%	\$ 1,918,411	12.90%
Vanguard Short-Term Corporate Bond Index	4,243,377	12.99%	1,912,743	12.86%
iShares MSC/EAFE International Index	4,642,493	14.21%	2,200,786	14.79%
LargeCap S&P 500 Index	8,476,488	25.95%	3,884,800	26.11%

Net Pension Liability

The net pension liability consisted of the following components at June 30, 2024:

	Fire Pension Trust	Police Pension Trust
Total Pension Liability	\$ 49,594,204	\$ 26,354,117
Plan Fiduciary Net Position	(32,663,409)	(14,875,750)
Net Pension Liability	<u>\$ 16,930,795</u>	<u>\$ 11,478,367</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	<u>65.86%</u>	<u>56.45%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.50% and 7.50% for the Fire and Police Pension Trust Fund Plans, respectively. The projection of cash flows used to determine the discount rate assumed the Town contributions will continue to follow the pattern of contributions observed over the past five years.

Utilizing a discount rate of 7.50% for the Police Pension Trust Plan and assuming that the Town will continue to contribute 100% of the annual actuarial determined contribution resulted in the projected value of the plan assets being sufficient to cover all projected future benefit costs of the plan. Those projected benefits are assumed to exist through the plan year beginning July 1, 2096.

The June 30, 2024, actuarial valuation of the Fire Pension Trust Plan utilized a discount rate of 7.50%. Based on actuarial projected annual plan contributions and the various assumptions utilized for the actuarial valuation the Fire Pension Trust Plan is projected to run out of plan assets in fiscal 2074.

Due to the fact that the fiduciary net position of the Fire Pension Trust Plan is projected to be depleted by the year 2074, a municipal bond rate of 4.21% was used in the development of the blended GASB discount rate after that point. The 2.18% rate is based on the S&P Municipal Bond 20 Year High Grade Rate Index. Based on the long-term rate of return of 7.50% and the municipal bond rate of 4.21%, the blended GASB discount rate is 7.25%.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

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

The following represents the net pension liability, calculated using the applicable discount rates as noted above, as well as what the plans net position liability would be if it were calculated using a discount rate that was 1% point lower or 1% point higher than the current rate.

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Police Pension Plan - Trust Fund	\$ 14,269,534	\$ 11,478,367	\$ 9,120,515
	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Fire Pension Plan - Trust Fund	\$ 24,273,522	\$ 16,930,795	\$ 10,987,866

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources – Police Pension Plan

For the year ended June 30, 2024, the Town of Smithfield recognized pension expense of \$1,113,933 in the Government-wide financial statements for the Police Pension Plan administered by the Town.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ -
Changes of Assumptions	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	920,322	1,046,711
Total	\$ 920,322	\$ 1,046,711

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>	<u>Amount</u>
2025	\$ (96,105)
2026	281,868
2027	(178,292)
2028	(133,860)
Thereafter	-
Total	\$ (126,389)

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Changes in the Net Pension Liability – Police Pension Plan

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances - Beginning of Year	\$ 26,208,646	\$ 13,747,842	\$ 12,460,804
Changes for the Year:			
Interest on the Total Pension Liability	1,829,126	-	1,829,126
Difference Between Expected and Actual Experience	-	-	-
Employer Contributions	203,433	-	203,433
Net Investment Income	-	1,386,907	(1,386,907)
Benefit Payments, Including Employee Refunds	-	1,645,289	(1,645,289)
Administrative Expense	(1,887,088)	(1,887,088)	-
Net Changes	-	(17,200)	17,200
	145,471	1,127,908	(982,437)
Balances - End of Year	<u>\$ 26,354,117</u>	<u>\$ 14,875,750</u>	<u>\$ 11,478,367</u>

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources
– Fire Pension Plan

For the year ended June 30, 2024, the Town of Smithfield recognized pension expense of \$1,408,824 in the Government-Wide financial statements for the Fire Pension Plan administered by the Town.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 2,599,461	\$ 248,802
Changes of Assumptions	926,980	1,309,163
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	442,999
Total	<u>\$ 3,526,441</u>	<u>\$ 2,000,964</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

D. Police and Fire Pension Trust (Fiduciary Funds) (Continued)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources
– Fire Pension Plan (Continued)

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>	<u>Amount</u>
2025	\$ (215,525)
2026	1,026,579
2027	637,316
2028	77,107
Thereafter	-
Total	<u>\$ 1,525,477</u>

Changes in the Net Pension Liability – Fire Pension Plan

	<u>Increase (Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances - Beginning of Year	\$ 46,039,300	\$ 30,096,183	\$ 15,943,117
Changes for the Year:			
Service Cost	471,836	-	471,836
Interest on the Total Pension Liability	3,289,232	-	3,289,232
Difference Between Expected and Actual Experience	1,943,100	-	1,943,100
Employer Contributions	-	798,973	(798,973)
Employee Contributions	-	260,913	(260,913)
Net Investment Income	-	3,674,104	(3,674,104)
Benefit Payments, Including Employee Refunds	(2,149,264)	(2,149,264)	-
Administrative Expense	-	(17,500)	17,500
Net Changes	<u>3,554,904</u>	<u>2,567,226</u>	<u>987,678</u>
Balances - End of Year	<u>\$ 49,594,204</u>	<u>\$ 32,663,409</u>	<u>\$ 16,930,795</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Aggregate Deferred Outflows of Resources and Deferred Inflows of Resources

The Town of Smithfield, Rhode Island reported deferred outflows of resources and deferred inflows of resources related to its various pension plans from the following sources:

	General Employees MERS Plan - Town	General Employees MERS Plan - School	Police Employees MERS Plan	Fire Employees MERS Plan	Teachers ERS Plan	Teachers TSB Plan	Police Pension Plan	Fire Pension Plan	Total All Plans
Deferred Outflows of Resources:									
Contributions Subsequent to the Measurement Date	\$ 446,020	358,592	\$ 409,166	\$ 814,208	\$ 2,979,524	\$ 27,077	\$ -	\$ -	\$ 5,034,587
Difference Between Projected and Actual Experience	114,388	\$ 89,765	435,959	460,152	277,599	49,747	-	2,599,461	4,027,071
Net Difference Between Projected and Actual Experience	-	-	-	-	-	-	920,322	-	920,322
Changes in Assumptions	-	-	182,504	49,389	102,499	86,170	-	926,980	1,347,542
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	-	-	-	-	114,932	253,777	-	-	368,709
Total Deferred Outflows of Resources	560,408	448,357	1,027,629	1,323,749	3,474,554	416,771	920,322	3,526,441	11,698,231
Deferred Inflows of Resources:									
Difference Between Projected and Actual Experience	285,483	\$ 186,747	782,495	317,080	556,835	620,278	-	248,802	2,997,720
Net Difference Between Projected and Actual Experience	272,515	199,079	354,227	66,544	850,456	208,203	1,046,711	442,999	3,440,734
Changes in Assumptions	60,311	41,814	174,845	39,472	946,598	386,539	-	1,309,163	2,958,742
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	-	-	-	-	1,588,290	50,446	-	-	1,638,736
Total Deferred Inflows of Resources	618,309	427,640	1,311,567	423,096	3,942,179	1,265,466	1,046,711	2,000,964	11,035,932
Net Deferred Outflows (Inflows) of Resources	\$ (503,921)	\$ (337,875)	\$ (693,104)	\$ 86,445	\$ (3,447,149)	\$ (875,772)	\$ (126,389)	\$ 1,525,477	\$ (4,372,288)

Deferred outflows of resources related to 2024 contributions to pension plans subsequent to the measurement date (June 30, 2023 where applicable) will be recognized as a reduction of the net pension liability for the year ended June 30, 2024.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

E. Aggregate Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)

Other amounts noted above and reported as deferred outflows or inflows of resources at June 30, 2024, will be recognized as a component of pension expense over the following periods of time:

- Closed 6-year period beginning in the current period for the deferred outflows or inflows of resources related to projected and actual earnings on pension plan investments.
- All other deferred outflows and inflows of resources related to pension plans as described above are amortized over a closed period of time equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan (includes active and inactive employees) determined as of the beginning of the measurement period.

Based on the above, the other amounts of deferred outflows and inflows of resources related to the Town of Smithfield, Rhode Island's pension plans will be recognized as a component of pension expense as follows for the years ended June 30:

	General Employees MERS Plan - Town	General Employees MERS Plan - School	Police Employees MERS Plan	Fire Employees MERS Plan	Teachers ERS Plan	Teachers TSB Plan	Police Pension Plan	Fire Pension Plan	Total All Plans
<u>Year Ending June 30,</u>									
2025	\$ (353,821)	\$ (262,318)	\$ (291,043)	\$ (39,917)	\$ (1,055,874)	\$ (329,061)	\$ (96,105)	\$ (215,525)	\$ (2,643,664)
2026	(394,772)	(280,728)	(419,209)	(51,768)	(1,499,936)	(407,431)	281,868	1,026,579	(1,745,397)
2027	299,977	240,049	305,681	59,809	60,382	90,980	(178,292)	637,316	1,515,902
2028	(63,307)	(34,878)	(181,036)	(10,240)	(586,280)	(141,392)	(133,860)	77,107	(1,073,886)
2029	8,002	-	(63,591)	6,107	(264,044)	(42,267)	-	-	(355,793)
Thereafter	-	-	(43,906)	122,454	(101,397)	(46,601)	-	-	(69,450)
Total	<u>\$ (503,921)</u>	<u>\$ (337,875)</u>	<u>\$ (693,104)</u>	<u>\$ 86,445</u>	<u>\$ (3,447,149)</u>	<u>\$ (875,772)</u>	<u>\$ (126,389)</u>	<u>\$ 1,525,477</u>	<u>\$ (4,372,288)</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 12 DEFINED BENEFIT PENSION PLANS (CONTINUED)

F. Aggregate Pension Amounts Reported in the Financial Statements

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

	General Employees MERS Plan - Town	General Employees MERS Plan - School	Police Employees MERS Plan	Fire Employees MERS Plan	Teachers ERS Plan	Teachers TSB Plan	Police Pension Plan	Fire Pension Plan	Total All Plans
Net Pension Asset	\$ -	\$ -	\$ 613,944	\$ 52,746	\$ -	\$ 7,223,651	\$ -	\$ -	\$ 7,890,341
Deferred Outflows of Resources - Pension	560,408	448,357	1,027,629	1,323,749	3,474,554	416,771	920,322	3,526,441	11,698,231
Deferred Inflows of Resources - Pension	618,309	427,640	1,311,567	423,096	3,942,179	1,265,466	1,046,711	2,000,964	11,035,932
Net Pension Liability	691,330	682,855	-	-	23,941,952	-	11,478,367	16,930,795	53,725,299
Pension Expense	(3,629)	70,756	72,077	173,008	1,311,528	(624,297)	1,113,933	1,408,824	3,522,200
Total	<u>\$ 1,866,418</u>	<u>\$ 1,629,608</u>	<u>\$ 3,025,217</u>	<u>\$ 1,972,599</u>	<u>\$ 32,670,213</u>	<u>\$ 8,281,591</u>	<u>\$ 14,559,333</u>	<u>\$ 23,867,024</u>	<u>\$ 87,872,003</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 13 DEFINED CONTRIBUTION PLAN

General municipal, certified school, and noncertified school employees participating in the defined benefit plans administered by the State of Rhode Island with less than 20 years of services as of June 30, 2012, as described in Note 11, 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% (7% of the certified teachers) of their annual covered salary and employers contribute between 1% and 1.5% (3% to 3.5% for certified teachers) of annual covered salary depending on the employee's total years of services as of June 30, 2012. Employee contributions are immediately vested while employer contributions and any investment earnings thereon are vested after three years of contributory service. Benefit terms and contributions required under the plan by both the employee and employer are established by the General Laws, which are subject to amendment by the General Assembly.

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

The plan members and the Town (including School Department) contributed approximately \$2,198,191 and \$228,913 respectively, during the fiscal year ended June 30, 2024. The employer contribution of 693,650 consisted of \$47,741 for general municipal employees, \$41,775 for noncertified school employees, and \$604,134 for both certified teachers and certified administrators.

Although the Town (School Department) is required to contribute 3% towards the plan for certified teachers, the School Department received reimbursement from the State of Rhode Island for 4% of 1% to .5% and 6% for 1%, 1.25% and 1.5% of the required contributions. For financial reporting purposes, the State's share of the contribution is reflected as on-behalf payments and is included as both revenue and expenditures in the accompanying financial statements. The on-behalf contributions for the defined contribution plan for the fiscal year ended June 30, 2024, amounted to \$86,965 and recorded in the School Unrestricted Fund as on-behalf revenue and education expenditures.

The Town of Smithfield recognized pension expense of approximately \$780,615 for the fiscal year ended June 30, 2024, including the amount reimbursed by the State of Rhode Island and included as on-behalf revenue.

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

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 13 DEFINED CONTRIBUTION PLAN (CONTINUED)

Employees' Retirement System (ERS)		
	Employee Contribution	Employer Contribution
Teachers with less than 20 years of service as of 7/1/2012 and:		
who contribute to Social Security	5%	1% - 1.5%
who do not contribute to Social Security	7%	3% - 3.5%
Teachers with more than 20 years of service as of 7/1/2012	No DC Plan contributions (Employee and Employer) after July 1, 2015	
Municipal Employees' Retirement System (MERS)		
	Employee Contribution	Employer Contribution
Public Safety Members that contribute to Social Security	No DC Plan participation	
Public Safety Members that do not contribute to Social Security	3%	3%
Teachers with less than 20 years of service as of 7/1/2012 and:		
who contribute to Social Security	5%	1% - 1.5%
who do not contribute to Social Security	7%	3% - 3.5%
Teachers with more than 20 years of service as of 7/1/2012	No DC Plan contributions (Employee and Employer) after July 1, 2015	

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description

In addition to the pension benefits described above, the Town (including the Smithfield Public Schools) provides other post-employment health care benefits in accordance with terms specified in contractual obligations of the Town and School Department. The benefits included in these employment contracts are for continued full family or individual health care for employee groups as described below. Retiree medical and dental coverage is only to age 65. (Post 65 is handled by Cobra.) The actuarial valuations of the other post-retirement benefits involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These actuarial determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. These actuarial valuations reflect a long-term perspective of benefit funding.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Plan Description (Continued)

The Town's OPEB plan is administered as a single-employer plan. The benefits, by employee group, are described below:

Town Employees (All Departments) – Eligibility for these benefits is upon retirement of the employee at Age 58 with 20 years of service or any years of service when retirement is the result of accidental disability for all Town participants excluding police and fire personnel. Police and Fire personnel are eligible after 20 years of service (or any years of service for accidental disability retirement). Town participants do not share in the cost of the post-retirement costs. Active employees keep their current coverage (family or individual) after they retire, unless the plan provisions specify that only individual coverage can be provided for their division.

School Employees – School Department personnel also receive medical coverage through age 65. School employees are eligible for the benefits as follows: If hired before 6/20/1989 attainment of age 60 with 15 years of service; If hired after 6/19/1989 either (a) age 60 with 20 years of service or (b) 28 years of service with at least 15 years with the Smithfield Public Schools. School Department personnel share in the cost of these benefits as follows: (1) 0% co-share if hired before June 20, 1989 and the employee is age 60 with 20 years of service or 28 years of service with at least 15 years with the Smithfield Public School. If the employee does not meet the requirements above then the co-share is 0% at the time of retirement but the employee is then responsible for 100% of all increases in post-retirement costs. (2) If hired after June 19, 1989 and before July 1, 1992 the co-share is 0% if the employee has 28 years of service with at least 15 years with the Smithfield Public Schools. The co-share is 50% of the costs for employees that do not meet the 28 year service requirement. (3) if hired after June 30, 1992 and employee is age 60 with 20 years of service or 28 years of service with at least 15 of those years with Smithfield Public Schools then the retiree receives benefits limited to \$5,000 annually.

Number of Participants

As of July 1, 2023, there were approximately 556 participants included in the valuation analysis completed by the Town's actuary. The participants consisted of 490 active plan members and 66 inactive plan members or beneficiaries currently receiving benefits.

Net OPEB Liability

The following is a summary of the net OPEB liability as of June 30, 2024, measured as of June 30, 2023:

Total OPEB Liability	\$ 40,775,516
Plan Fiduciary Net Position	<u>(8,099,878)</u>
Town's Net OPEB Liability	<u>\$ 32,675,638</u>

Plan Net Position as a Percentage of the Total OPEB Liability	19.86%
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TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Change in Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balances - Beginning of Year	\$ 45,988,732	\$ 6,630,559	\$ 39,358,173
Changes for the Year:			
Service Cost	1,433,933	-	1,433,933
Interest on Net OPEB Liability	1,876,761	-	1,876,761
Difference Between Expected and Actual Experience	(7,365,413)	-	(7,365,413)
Changes in Assumptions:			
Trend	335,611	-	335,611
Discount Rate	(347,935)	-	(347,935)
Employer Contributions	-	1,624,243	(1,624,243)
Employee Contributions	141,228	141,228	-
Net Investment Income	-	1,013,728	(1,013,728)
Benefit Payments	(1,287,401)	(1,287,401)	-
Administrative Expense	-	(22,479)	22,479
Net Changes	<u>(5,213,216)</u>	<u>1,469,319</u>	<u>(6,682,535)</u>
Balances - End of Year	<u>\$ 40,775,516</u>	<u>\$ 8,099,878</u>	<u>\$ 32,675,638</u>

Discount Rate

The projection of cash flows used to determine the discount rate assumed that the Town of Smithfield will contribute at a rate equal to the average contributions made over the most recent five year period, and that the contributions apply first to service cost of current and future plan members and then to past service costs. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees until June 30, 2024. After that time, benefit payments for current plan members will be funded in a pay-as-you go basis.

The discount rate is the single equivalent rate which results in the same present value as discounting future benefit payments made from assets at the long term expected rate of return and discounting future benefit payments funded on a pay-as-you go basis on the municipal bond 20-year index rate. As of June 30, 2024, the single equivalent discount rate used in the valuation was 4.27% while the indexed rate was 4.21%. The discount rate used at June 30, 2023, was 4.16% while the indexed rate was 4.13%.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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

The following presents the net OPEB Liability as of June 30, 2024, calculated using an assumed discount rate of 4.27%, as described above. The schedule also presents what the liability would be using a discount rate that is 1% higher and 1% lower than the current assumed rate. The assumed discount rate of 4.27% was increased from the discount rate of 4.16%, which was assumed for the net OPEB liability as of the beginning of the year.

	1% Decrease (3.27%)	Current Discount (4.27%)	1% Increase (5.27%)
Net OPEB Liability	\$ 35,982,310	\$ 32,675,638	\$ 29,681,007

Long-Term Expected Rate of Return

The actuarial valuation as of July 01, 2023, uses a long-term rate of return 7% per annum, net of investment expenses and including inflation (see final discount rate utilized as discussed above). This is the long-term rate of return assumption on plan assets. A cash flow analysis indicates that the assets will be sufficient to pay all future benefit payments for current participants June 30, 2024, based on the assumed contribution policy.

The long-term rate of return is based on the target asset allocation of the Fund's investment policy and was estimated based on returns for similarly situated plans. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of long term expected rates of return for each major asset class included in the target asset allocation are as follows:

Asset Class	Asset Allocation End of Year Percent	Target Asset Allocation Percent	Long-Term Expected Real Rate of Return Percent
Equity Domestic	40.00%	40.00%	8.00%
Equity International	35.00%	35.00%	8.60%
Fixed Income Domestic	20.00%	20.00%	3.60%
Fixed Income International	5.00%	5.00%	4.20%
Real Estate Domestic	0.00%	0.00%	6.80%
Total	100.00%	100.00%	

The annual money-weighted rate of return, net of investment expenses for the OPEB Trust Fund plan was 14.78% for fiscal 2024. The money-weighted rate of return considers the changing amounts actually invested during a period and assumes that contributions and expenses are paid in the middle of the plan year.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Healthcare Trend Rates

Healthcare cost trend rates refers to an assumption of the annual rates of change in the cost of health care benefits which are currently provided by the Postemployment benefit plan, due to factors other than changes in the composition of the plan population by age and dependency status, for each year from the measurement date until the end of the period in which benefits are expected to be paid. The Health Care Cost Trend Rate implicitly considers estimates of health care inflation, changes in health care utilization or delivery patterns, technological advances, and changes in the health status of the plan participants. The actuarial valuation utilized a trend rate of 6.5% down by the Getzen model to 4.04%.

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Trend Rates

The following presents the net OPEB Liability as of June 30, 2024, calculated using an assumed healthcare trend rate of 6.5% down by the Getzen model to 4.04%, as described above. The schedule also presents what the liability would be using a healthcare trend rate that is 1% higher and 1% lower than the current assumed rate.

	1% Decrease (5.50% Decreasing to 3.04%)	Current Trend (6.50% Decreasing to 4.04%)	1% Increase (7.50% Decreasing to 5.04%)
Net OPEB Liability	\$ 28,825,231	\$ 32,675,638	\$ 37,112,512

Deferred Outflows (Inflows) of Resources Related to OPEB Plan

In accordance with GASB Statement No. 75, the Town of Smithfield recognized deferred outflows (inflows) of resources related to its' OPEB plan at June 30, 2024, in the Government-Wide Statement of Net Position as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 3,703,035	\$ 12,053,223
Changes of Assumptions	2,973,748	9,805,709
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	-	261,019
Total	<u>\$ 6,676,783</u>	<u>\$ 22,119,951</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Deferred Outflows (Inflows) of Resources Related to OPEB Plan (Continued)

The amounts noted above and reported as deferred outflows (inflows) of resources at June 30, 2024, will be recognized as a component of OPEB expense in the Government-Wide Statement of Activities over the following periods of time:

- Closed 5-year period beginning in the current period for the deferred inflows of resources related to the difference between projected and actual investment earnings.
- Changes in assumptions and difference between expected and actual experience will be amortized over a closed period of time equal to the remaining service lives of all employees that are provided with benefits through the plan.

Based on the above, the deferred outflows (inflows) of resources related to the OPEB Plan will be recognized as a component of OPEB expense as follows for the years ended June 30:

<u>Year Ending June 30,</u>	<u>Amount</u>
2025	\$ (1,518,730)
2026	(1,332,020)
2027	(1,637,832)
2028	(1,945,965)
2029	(1,999,003)
Thereafter	(7,009,618)
Total	<u><u>\$ (15,443,168)</u></u>

OPEB Expenses

For the fiscal year ended June 30, 2024, the Town's Government-Wide Statement of Activities recognized OPEB expense of \$1,365,399.

Actuarial Methods and Assumptions

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

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 14 OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Methods and Assumptions (Continued)

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

Actuarial Valuation Date	July 1, 2023
Actuarial Cost Method	Entry-Age
Asset Valuation Method	Fair Value as of June 30, 2024
Assumptions:	
Discount Rate	4.27%
Index Rate	4.21%
Long-Term Expected Rate of Return	7.00%
Aging	3.50%
Salary Increases	Town Employees range from 3.75% to 7.50% Public Safety Employees range from 4.00% to 14.00% School Employees range from 3.50% to 13.50%
Healthcare Cost Trends	6.0% per year graded down by the Getzen model to an ultimate rate of 4.44% per year after 60 years
Retirement	Town Employees - A flat 25% per year retirement probability for members eligible for unreduced retirement. A 50% retirement probability at first eligibility will only be applied if they have reached age 65 or with at least 25 years of service. Police and Fire Employees - All members are assumed to retire upon reaching age 65 with at least 10 years of service. Rates of retirement fluctuate from 10% to 35% with service years between 20 and 30 or more years. School Employees - A flat 25% per year retirement probability for members eligible for unreduced retirement. A 60% retirement probability at first eligibility will be only applied if they have reached age 65 or with at least 25 years of service.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 15 COMBINING STATEMENTS – PENSION AND OPEB TRUST FUNDS

At June 30, 2024, the Town of Smithfield maintained two Pension Trust Funds and one OPEB Trust Fund which are reported in a single column in the Fiduciary Fund exhibits. Separate financial statements are not prepared for these Trust Funds. Accordingly, presented below are the Combining Statements of Fiduciary Net Position, and Changes in Fiduciary Net Position for these trust funds.

Combining Statement of Fiduciary Net Position – Pension and OPEB Trust Funds

	Police Pension Trust Fund	Fire Pension Trust Fund	OPEB Trust Fund	Total Pension and OPEB Trust Funds
Assets:				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Investments, at Fair Value:				
Mutual Funds	14,878,265	32,668,884	8,099,878	55,647,027
Interfund Receivable	148,989	103,446	14,069	266,504
Total Assets	<u>15,027,254</u>	<u>32,772,330</u>	<u>8,113,947</u>	<u>55,913,531</u>
Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	15,027,254	32,772,330	8,113,947	55,913,531
Liabilities	<u>151,504</u>	<u>108,921</u>	<u>14,069</u>	<u>274,494</u>
Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position:				
Restricted for Pensions	14,875,750	32,663,409	-	47,539,159
Restricted for OPEB	<u>-</u>	<u>-</u>	<u>8,099,878</u>	<u>8,099,878</u>
Total Net Position	<u>14,875,750</u>	<u>32,663,409</u>	<u>8,099,878</u>	<u>55,639,037</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 15,027,254</u>	<u>\$ 32,772,330</u>	<u>\$ 8,113,947</u>	<u>\$ 55,913,531</u>

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 15 COMBINING STATEMENTS – PENSION AND OPEB TRUST FUNDS (CONTINUED)

Combining Statement of Changes in Fiduciary Net Position – Pension and OPEB Trust Funds

	Police Pension Trust Fund	Fire Pension Trust Fund	OPEB Trust Fund	Total Pension and OPEB Trust Funds
Additions:				
Contributions:				
Employer	\$ 1,386,907	\$ 798,973	\$ 1,624,242	\$ 3,810,122
Plan Member.	-	260,913	141,229	402,142
Total Contributions	1,386,907	1,059,886	1,765,471	4,212,264
Investment Earnings:				
Realized and Unrealized Gain (Loss)	1,344,737	3,026,582	-	4,371,319
Interest and Dividends	300,552	647,522	1,013,728	1,961,802
Total Investment Earnings	1,645,289	3,674,104	1,013,728	6,333,121
Less: Investment Expense	-	-	-	-
Net Investment Earnings	1,645,289	3,674,104	1,013,728	6,333,121
Total Additions	3,032,196	4,733,990	2,779,199	10,545,385
Deductions:				
Benefits Paid	1,887,088	2,149,264	1,287,401	5,323,753
Operating Expenses	17,200	17,500	22,479	57,179
Total Deductions	1,904,288	2,166,764	1,309,880	5,380,932
Net Changes in Net Position Held in Trust for Individuals, Organizations, and Other Governments	1,127,908	2,567,226	1,469,319	5,164,453
Net Position - Beginning of Year	13,747,842	30,096,183	6,630,559	50,474,584
Net Position - End of Year	<u>\$ 14,875,750</u>	<u>\$ 32,663,409</u>	<u>\$ 8,099,878</u>	<u>\$ 55,639,037</u>

NOTE 16 DEFERRED COMPENSATION PLAN

The Town offers its municipal employees a deferred compensation plan established in accordance with the provisions of Internal Revenue Code Section 457 (g). The Town has not reported this plan on its financial statements in accordance with GASB No. 32, *Accounting for Internal Revenue Code Section 457 Deferred Compensation Plans*, since the Town does not have fiduciary responsibility for this plan. The Plan, available to all municipal employees, permits the deferral of a portion of their salary. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 17 RISK MANAGEMENT

Healthcare

The Town provides medical and dental coverage for all eligible employees of the Town and their dependents. The Town participates in a healthcare collaborative through the Rhode Island Interlocal Risk Management Trust (The Trust). The Trust is a not-for-profit organization formed to provide programs of health insurance, dental insurance, and liability insurance coverage to Rhode Island Cities, Towns, and other governmental units. Upon joining The Trust members execute an agreement that outlines the rights and responsibilities of both the members and The Trust. Members of The Trust participate in the health insurance plan administered through Blue Cross Blue Shield of Rhode Island and the dental plan administered through Delta Dental of Rhode Island.

Using rates calculated by both Blue Cross Blue Shield of Rhode Island and Delta Dental of Rhode Island, The Trust sets annual contribution rates (premiums) for the subscribers of each member for each plan offered. The agreement executed with The Trust requires that those contribution rates be set at a level sufficient, in the aggregate, to satisfy the funding requirements of the participating community. The contributions of each member community are deposited into a separate health and dental pools which are used to pay for claims, reinsurance, and all administrative expenses. The agreement with The Trust provides for an annual independent audit of its financial statements. The Trust retains certain levels of insurance risk with internal stop loss for claims between \$1,000,000 and \$3,000,000 and acquires reinsurance for specific losses in excess of \$3,000,000.

Unemployment

The Town is self-insured for unemployment benefits. As of June 30, 2024, management does not believe that there are any incurred but not reported claims that are required to be accrued in the Government-Wide Statement of Net Position.

Other Insurance

The Town receives coverage for its property and liability expenses and for its workers' compensation expenses through The Trust. During the fiscal year ended June 30, 2024, the Town paid premiums of \$298,872 and \$573,823, for its workers' compensation and property and liability coverage, respectively. At June 30, 2024, the Trust held reserves for future payments of open cases.

The Trust is obligated to make payments on the Town's behalf without any further obligation of the Town, unless the Town's applicable limit of liability were exhausted by the size of the loss or the nature of the loss would fall outside the parameter of the policy maintained by The Trust.

At June 30, 2024, management of the Town is unable to estimate the potential exposure, if any, for outstanding claims which may fall outside the parameter of the insurance policies. Accordingly, no liability for claims or judgments has been reported in the Government-Wide Statement of Net Position.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 18 COMMITMENTS AND CONTINGENCIES

Liabilities for legal cases and other claims against the Town 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, 2024, the Town (including the School Department) has a number of legal cases and claims in process. These cases include claims made by former employees, zoning matters brought about by taxpayers of the Town, matters pertaining to planning and development posted by property developers, and personal injury and property damage claims. Management and legal counsel have reviewed these outstanding claims and determined that the estimated liability for the Town is \$997,933. As such, the Statement of Net Position at June 30, 2024, does include liability for claims, judgments, or unasserted claims.

The Town (including the School Department) has received grants from various federal and state agencies for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to request for reimbursement to the grantor agencies for expenditures disallowed under the terms of the grant agreement. Town officials are of the opinion that such disallowances, if any, would be immaterial.

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REQUIRED SUPPLEMENTARY INFORMATION SECTION (UNAUDITED)

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TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT)
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

	Budgeted Amounts			GAAP Reclass Budgetary Entries RUB	Budget Basis Actual Amounts	Final Budget Positive (Negative)
	Original Budget	Carryover of Prior Year Balance	Revised Budget			
REVENUES						
General Property Taxes:						
Property Taxes	\$ 60,421,959	\$ -	\$ 60,421,959	\$ -	\$ 60,013,693	\$ (408,266)
Total General Property Taxes	60,421,959	-	60,421,959	-	60,013,693	(408,266)
Intergovernmental Revenues:						
State Aid for Education	8,742,214	-	8,742,214	-	8,854,881	112,667
School Housing Aid	1,561,250	-	1,561,250	-	1,548,959	(12,291)
Payment-in-Lieu of Taxes	941,869	-	941,869	-	1,170,041	228,172
State Hotel and Meals Tax	1,369,691	-	1,369,691	-	1,439,193	69,502
Motor Vehicle Phase-Out	7,098,694	-	7,098,694	-	7,098,694	-
Federal SAFER Grant	951,300	-	951,300	-	435,846	(515,454)
Public Utilities Tax	269,260	-	269,260	-	289,652	20,392
Total Intergovernmental Revenues	20,934,278	-	20,934,278	-	20,837,266	(97,012)
Licenses, Fees, and Permits	975,000	-	975,000	-	1,202,980	227,980
Interest Income:						
Interest on Short-Term Investments	25,000	-	25,000	-	615,413	590,413
Interest on Taxes	280,000	-	280,000	-	211,791	(68,209)
Total Interest Income	305,000	-	305,000	-	827,204	522,204
Departmental Revenue:						
School Department *	586,548	-	586,548	-	725,154	138,606
Departmental *	141,660	-	141,660	-	640,304	498,644
Miscellaneous	200,000	-	200,000	-	(60,512)	(260,512)
Total Departmental Revenue	928,208	-	928,208	-	1,304,946	376,738
Total Revenues	83,564,445	-	83,564,445	-	84,186,089	621,644
OTHER FINANCING SOURCES (USES)						
Revenue for Capital Expenditures and Operations *	1,983,498	-	1,983,498	-	1,898,498	(85,000)
Appropriated Fund Balance	600,000	2,756,810	3,356,810	3,306,810	3,306,810	(50,000)
Transfer from Other Funds	476,039	-	476,039	-	150,000	(326,039)
Total Other Financing Sources (Uses)	3,059,537	2,756,810	5,816,347	3,306,810	5,355,308	(461,039)
Total Revenues and Other Financing Sources (Uses)	\$ 86,623,982	\$ 2,756,810	\$ 89,380,792	\$ 3,306,810	\$ 89,541,397	\$ 160,605

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

	Budgeted Amounts			Actual Amounts	GAAP	Budget Basis Actual Amounts	Variance with Final Budget Positive (Negative)
	Original Budget	Carryover of Prior Year Balance	Revised Budget		Reclass Budgetary Entries RUB		
EXPENDITURES							
General Government:							
Town Administration and Solicitor	\$ 1,076,204	\$ 70,984	\$ 1,147,188	\$ 1,056,520	\$ -	\$ 1,056,520	\$ 90,668
Building Inspector's Office	527,864	-	527,864	429,941	-	429,941	97,923
Tax Assessor's Office	303,678	-	303,678	322,882	-	322,882	(19,204)
Treasurer/Tax Collector's Office	703,795	-	703,795	688,213	-	688,213	15,582
Town Clerk Offices	416,342	-	416,342	390,046	-	390,046	26,296
Town Hall Expense	171,536	170,247	341,783	113,980	-	113,980	227,803
Municipal Planner Offices and Town Engineer	630,678	204,185	834,863	644,667	144,262	788,929	45,934
Board of Canvassers/Elections	53,350	-	53,350	43,669	-	43,669	9,681
Conservation Commission/Green Acre	20,730	-	20,730	22,723	-	22,723	(1,993)
Town Boards and Commissions	32,325	-	32,325	12,316	-	12,316	20,009
Total General Government	3,936,502	445,416	4,381,918	3,724,957	144,262	3,869,219	512,699
Public Safety:							
Police Department	9,556,187	-	9,556,187	10,037,449	-	10,037,449	(481,262)
Fire Department	11,390,241	-	11,390,241	12,515,396	-	12,515,396	(1,125,155)
Animal Control	259,677	-	259,677	221,753	-	221,753	37,924
Emergency Management Agency	120,496	-	120,496	105,851	-	105,851	14,645
Total Public Safety	21,326,601	-	21,326,601	22,880,449	-	22,880,449	(1,553,848)

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

	Budgeted Amounts			GAAP Reclass Budgetary Entries RUB	Budget Basis Actual Amounts	Variance with Final Budget Positive (Negative)
	Original Budget	Carryover of Prior Year Balance	Revised Budget			
EXPENDITURES (CONTINUED)						
Public Works:						
Payroll and Operating Expense	\$ 2,563,761	\$ -	\$ 2,563,761	\$ -	\$ 2,490,159	\$ 73,602
Rubbish and Recycling Collection	1,350,343	-	1,350,343	-	1,335,407	14,936
Street Lights	200,000	-	200,000	-	35,507	164,493
Hydrant Service	340,000	91,504	431,504	108,626	431,504	-
Highway Resurfacing	700,750	157,385	858,135	164,809	858,136	(1)
Highway Drainage	30,000	241,997	271,997	218,048	253,394	18,603
Landfill Program	357,000	32,774	389,774	37,142	389,774	-
Total Public Works	5,541,854	523,660	6,065,514	528,625	5,793,881	271,633
Public Health and Assistance:						
General Public Assistance	10,825	-	10,825	-	162	10,663
Total Public Health and Assistance	10,825	-	10,825	-	162	10,663
Recreation:						
Parks and Recreation Department	1,011,321	40,052	1,051,373	39,944	922,049	129,324
Senior Activities Center	504,795	20,774	525,569	19,938	530,649	(5,080)
Total Recreation	1,516,116	60,826	1,576,942	59,882	1,452,698	124,244
Debt Service:						
Redemption of Bonds and Notes	2,845,000	755,170	3,600,170	-	2,845,000	755,170
Financing Cost and Other Use	-	-	-	-	1,000	(1,000)
Interest on Bonds and Notes	1,872,388	971,738	2,844,126	-	1,868,183	975,943
Total Debt Service	4,717,388	1,726,908	6,444,296	-	4,714,183	1,730,113

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT) (CONTINUED)
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

	Budgeted Amounts			Actual Amounts	GAAP Reclass Budgetary Entries RUB	Budget Basis Actual Amounts	Variance with Final Budget Positive (Negative)
	Original Budget	Carryover of Prior Year Balance	Revised Budget				
EXPENDITURES (CONTINUED)							
Miscellaneous Town:							
Retirement Fund	\$ 50,000	\$ -	\$ 50,000	\$ 29,374	\$ -	29,374	20,626
Computer Expenses	230,494	-	230,494	220,511	-	220,511	9,983
Audit Services	59,500	-	59,500	59,500	-	59,500	-
Unemployment Compensation	15,000	-	15,000	14,503	-	14,503	497
Post-Employment Escrow	325,000	-	325,000	325,000	-	325,000	-
Insurance	938,063	-	938,063	1,009,622	-	1,009,622	(71,559)
Medical Insurance Retirees	946,749	-	946,749	989,082	-	989,082	(42,333)
Dental Insurance Retirees	31,895	-	31,895	25,169	-	25,169	6,726
Postage	36,000	-	36,000	28,308	-	28,308	7,692
Town Aided Programs	63,850	-	63,850	64,650	-	64,650	(800)
Sewer Assessments and Handicapped Access	1,100	-	1,100	4,902	-	4,902	(3,802)
Reserve for Unpaid Taxes and Abatements	100,000	-	100,000	-	-	-	100,000
Capital Expenditures-prior reserves	-	-	-	1,862,884	-	1,862,884	(1,862,884)
Total Miscellaneous Town	2,797,651	-	2,797,651	4,633,505	-	4,633,505	(1,835,854)
Municipal Capital Improvements	1,602,499	-	1,602,499	1,266,246	-	1,266,246	336,253
Total Expenditures	41,449,436	2,756,810	44,206,246	43,877,574	732,769	44,610,343	(404,097)
OTHER FINANCING SOURCES (USES)							
School Unrestricted Fund - Appropriation	33,871,610	-	33,871,610	33,871,610	-	33,871,610	-
School Miscellaneous Revenue	586,548	-	586,548	725,154	-	725,154	(138,606)
State Aid for Education	8,742,214	-	8,742,214	8,854,881	-	8,854,881	(112,667)
East Smithfield Neighborhood Center	6,465	-	6,465	1,792	-	1,792	4,673
East Smithfield Public Library	610,859	-	610,859	610,859	-	610,859	-
Greenville Public Library	941,850	-	941,850	941,850	-	941,850	-
Municipal Escrow	100,000	-	100,000	-	-	-	100,000
Revaluation Escrow	65,000	-	65,000	-	-	-	65,000
Merit Escrow	100,000	-	100,000	-	-	-	100,000
Retirement Escrow	50,000	-	50,000	-	-	-	50,000
Capital Reserve Fund	100,000	-	100,000	-	-	-	100,000
Transfer to Other Funds	-	-	-	1,200	-	1,200	(1,200)
Total Other Financing Sources (Uses)	45,174,546	-	45,174,546	45,007,346	-	45,007,346	167,200
Total Expenditures and Other Financing Sources (Uses)	86,623,982	2,756,810	89,380,792	88,884,920	732,769	89,617,689	(236,897)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES) - BUDGETARY BASIS	\$ -	\$ -	\$ -	\$ (2,650,333)	\$ 2,574,041	\$ (76,292)	\$ (76,292)

* The items noted with an asterisk are presented as "Departmental Revenue" on the budgetary basis, but are shown as "transfers in" on the basic financial statements.

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
RECONCILIATION OF THE SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT) OF GENERAL FUNDS TO
THE STATEMENT OF ACTIVITIES
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures and other financing sources (uses), Budgetary basis	\$ (76,292)
Less reappropriation of fund balance and prior year RUBS which are reported as revenue for budget purposes but not reported in accordance with GAAP	(2,756,810)
Add amounts reported as expenditures for budget purposes but which represents RUBS for carryover to future years. These are not GAAP expenditures.	732,769
Budgeted use of fund balance	(550,000)
Unbudgeted Legal Settlement	(600,000)
Add net increase in fund balance for the fiscal year ended June 30, 2024, for the Inspections Fees Fund which is not considered part of the General Fund for budgetary purposes but which is consolidated into the General Fund in accordance with GAAP and Governmental Account Standard Board Statement #54.	16
Excess (deficiency) of revenues and other financing sources (uses) over expenditures and other financing sources (uses), GAAP basis	\$ (3,250,317)

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT)
BUDGET AND ACTUAL – SCHOOL UNRESTRICTED FUND
YEAR ENDED JUNE 30, 2024
(BUDGETARY BASIS)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Intergovernmental Revenue	\$ 8,742,412	\$ 8,742,412	\$ 8,854,881	\$ 112,469
Medicaid Revenue	200,000	200,000	185,490	(14,510)
Miscellaneous Revenue	420,394	420,394	539,665	119,271
Total Revenues	9,362,806	9,362,806	9,580,036	217,230
EXPENDITURES				
Salaries	25,275,161	25,275,161	24,957,234	317,927
Employee Benefits	9,335,832	9,335,832	8,944,109	391,723
Purchased Services	7,202,543	7,202,543	7,423,100	(220,557)
Supplies and Materials	1,286,407	1,286,407	1,285,963	444
Other	46,057	46,057	53,977	(7,920)
Capital Outlay	88,416	88,416	88,858	(442)
Total Expenditures	43,234,416	43,234,416	42,753,241	481,175
EXCESS (DEFICIENCY) OF EXPENDITURES OVER (UNDER) REVENUES, BUDGETARY BASIS	(33,871,610)	(33,871,610)	(33,173,205)	698,405
OTHER FINANCING SOURCES (USES)				
Transfer from Town of Smithfield General Fund	33,871,610	33,871,610	33,871,610	-
Transfers Out	-	-	(98,615)	(98,615)
Total Other Financing Sources (Uses)	33,871,610	33,871,610	33,772,995	(98,615)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES), BUDGETARY BASIS	\$ -	\$ -	\$ 599,790	\$ 599,790

See accompanying Notes to Budgetary Comparison.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO BUDGETARY COMPARISON
JUNE 30, 2024

NOTE 1 ADOPTION

In accordance with Town's Home Rule Charter, the Town Manager shall receive from the head of each department and agency, including the School Committee, an estimate of the amount necessary to carry on its work during the coming fiscal year. These estimates accompanied by a message from the Town Manager shall be submitted to the Budget and Financial Review Board on or before March 1st, which shall then prepare its budget recommendations (including an estimated tax rate) for submission to the Town Council.

In preparing its budget recommendations the Budget and Financial Review shall investigate the recommendations of the various department budget requests, including the School Committee, and may request that the head of any of said departments explain their estimates and recommendations. The Budget and Financial Review Board shall confer with the Town Council and shall hold one or more public hearings in preparing the budget, the first of which shall be held at least three weeks after receipt of the budget from the Town Manager. The public hearings for the proposed municipal and school budgets shall be advertised by the Town Clerk at least once in each of the two weeks preceding the hearings in two newspapers of general circulation either daily or weekly which serve the Town of Smithfield, as well as the Town's website. The advertisement shall provide a general summary of the budget and the times and place where copies of the budget and budget message are available for public inspection.

NOTE 2 BUDGETARY COMPLIANCE

Municipal budgetary control is legally enforceable at the department level. An appropriation transfer between departments and intra-departmental transfers of municipal appropriations require approval of the Town Council. In addition to limits enforced by the budget, the Town's Home Rule Charter further restricts municipal expenditures relative to budgeted revenues.

NOTE 3 BUDGETARY TO GAAP BASIS RECONCILIATION

There were no differences between budgetary basis and GAAP basis of accounting for the Town's General Fund for the year ended June 30, 2024. There were differences between the budgetary basis and GAAP Basis of accounting for the School Unrestricted Fund for the year ended June 30, 2024.

TOWN OF SMITHFIELD, RHODE ISLAND
COMBINING GENERAL FUND AND SCHOOL UNRESTRICTED FUND
STATEMENTS OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCES (DEFICIT)
YEAR ENDED JUNE 30, 2024
(GAAP TO BUDGETARY BASIS)

Excess (deficiency) of revenues and other sources (uses) over (under) expenditures and other financing sources (uses), Budgetary basis	\$ 599,790
State contribution to teachers' pension plan revenue on behalf	(2,213,600)
State contribution to teachers' pension plan expense on behalf	<u>2,213,600</u>
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures and other financing sources (uses), GAAP basis	<u><u>\$ 599,790</u></u>

TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES – TOWN
LAST TEN FISCAL YEARS

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 378,820	\$ 361,900	\$ 362,457	\$ 384,844	\$ 374,510	\$ 360,967	\$ 350,784	\$ 327,954	\$ 320,251	\$ 332,297
Interest on the Total Pension Liability	1,447,031	1,406,769	1,366,812	1,322,634	1,298,253	1,218,169	1,213,691	1,172,886	1,089,965	1,048,556
Benefit Changes	-	-	-	-	-	-	-	-	259,090	-
Difference Between Expected and Actual Experience	133,134	(196,362)	(208,351)	21,099	(474,407)	382,270	(383,439)	(248,848)	135,517	-
Changes of Assumptions	(7,322)	-	-	(185,336)	-	-	814,692	-	-	(133,298)
Benefit Payments	(1,015,942)	(995,245)	(904,391)	(897,480)	(812,964)	(835,283)	(726,630)	(712,041)	(694,093)	(684,734)
Net Change in Total Pension Liability	935,721	577,062	616,527	645,761	385,392	1,126,123	1,269,098	539,951	1,110,730	562,821
Total Pension Liability - Beginning	20,990,435	20,413,373	19,796,846	19,151,085	18,765,693	17,639,570	16,370,472	15,830,521	14,719,791	14,156,970
Total Pension Liability - Ending (a)	<u>\$21,926,156</u>	<u>\$ 20,990,435</u>	<u>\$20,413,373</u>	<u>\$19,796,846</u>	<u>\$19,151,085</u>	<u>\$18,765,693</u>	<u>\$17,639,570</u>	<u>\$16,370,472</u>	<u>\$15,830,521</u>	<u>\$14,719,791</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 475,882	\$ 464,909	\$ 444,713	\$ 474,051	\$ 369,074	\$ 342,216	\$ 369,799	\$ 372,459	\$ 372,945	\$ 289,607
Contributions - Employee	133,971	140,561	140,453	143,588	135,720	130,490	136,865	134,625	74,217	66,806
Pension Plan Net Investment Income (Loss)	1,684,629	(559,285)	4,511,620	609,108	1,018,984	1,177,963	1,586,848	(4,844)	333,731	1,878,173
Benefit Payments	(1,015,942)	(995,245)	(904,391)	(897,480)	(812,964)	(835,283)	(726,630)	(712,041)	(694,093)	(684,734)
Pension Plan Administrative Expense	(18,133)	(19,066)	(17,190)	(16,782)	(15,924)	(15,682)	(14,992)	(13,030)	(13,392)	(11,761)
Other Changes in Plan Fiduciary Net Position	742	82,303	8	(85,112)	19,760	-	(364,240)	(62,907)	65,665	-
Net Change in Plan Fiduciary Net Position	1,261,149	(885,823)	4,175,213	227,373	714,650	799,704	987,650	(285,738)	139,073	1,538,091
Plan Fiduciary Net Position - Beginning	19,973,677	20,859,500	16,684,287	16,456,914	15,742,264	14,942,560	13,954,910	14,240,648	14,101,575	12,563,484
Plan Fiduciary Net Position - Ending (b)	<u>21,234,826</u>	<u>19,973,677</u>	<u>20,859,500</u>	<u>16,684,287</u>	<u>16,456,914</u>	<u>15,742,264</u>	<u>14,942,560</u>	<u>13,954,910</u>	<u>14,240,648</u>	<u>14,101,575</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 691,330</u>	<u>\$ 1,016,758</u>	<u>\$ (446,127)</u>	<u>\$ 3,112,559</u>	<u>\$ 2,694,171</u>	<u>\$ 3,023,429</u>	<u>\$ 2,697,010</u>	<u>\$ 2,415,562</u>	<u>\$ 1,589,873</u>	<u>\$ 618,216</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	96.85%	95.16%	102.19%	84.28%	85.93%	83.89%	84.71%	85.24%	89.96%	95.80%
Covered Payroll	\$ 4,825,730	\$ 4,557,929	\$ 4,398,744	\$ 4,423,493	\$ 4,184,472	\$ 3,906,574	\$ 3,880,359	\$ 3,718,298	\$ 3,710,901	\$ 3,584,647
Net Pension Liability as a Percentage of Covered Payroll	14.33%	22.31%	-10.14%	70.36%	64.38%	77.39%	69.50%	64.96%	42.84%	17.25%

Notes:

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

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

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES – TOWN
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 446,020	\$ 475,882	\$ 464,909	\$ 444,713	\$ 474,051	\$ 369,074	\$ 342,216	\$ 369,799	\$ 372,459	\$ 372,945
Contributions in Relation to the Actuarially Determined Contribution	446,020	475,882	464,909	444,713	474,051	369,074	342,216	369,799	372,459	372,945
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 4,659,773	\$ 4,825,730	\$ 4,557,929	\$ 4,398,744	\$ 4,423,493	\$ 4,184,472	\$ 3,906,574	\$ 3,880,359	\$ 3,718,298	\$ 3,710,901
Contributions as a Percentage of Covered Payroll	9.57%	9.86%	10.20%	10.11%	10.72%	8.82%	8.76%	9.53%	10.02%	10.05%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL EMPLOYEES – SCHOOL NONCERTIFIED
LAST TEN FISCAL YEARS

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 330,076	\$ 338,788	\$ 326,352	\$ 337,729	\$ 342,574	\$ 327,825	\$ 305,745	\$ 290,748	\$ 288,948	\$ 315,326
Interest on the Total Pension Liability	1,083,450	1,066,864	1,035,170	1,033,503	987,667	956,803	931,498	919,058	905,793	877,404
Benefit Changes	-	-	-	-	-	-	-	-	172,051	-
Difference Between Expected and Actual Experience	116,212	(259,166)	(5,932)	(245,013)	194,928	28,230	178,948	(144,625)	(344,400)	-
Changes of Assumptions	(17,275)	-	-	(196,250)	-	-	743,219	-	-	21,275
Benefit Payments	(902,469)	(907,881)	(910,204)	(890,724)	(845,161)	(913,496)	(930,114)	(883,523)	(809,304)	(835,313)
Net Change in Total Pension Liability	609,994	238,605	445,386	39,245	680,008	399,362	1,229,296	181,658	213,088	378,692
Total Pension Liability - Beginning	15,764,060	15,525,455	15,080,069	15,040,824	14,360,816	13,961,454	12,732,158	12,550,500	12,337,412	11,958,720
Total Pension Liability - Ending (a)	<u>\$16,374,054</u>	<u>\$15,764,060</u>	<u>\$15,525,455</u>	<u>\$15,080,069</u>	<u>\$15,040,824</u>	<u>\$14,360,816</u>	<u>\$13,961,454</u>	<u>\$12,732,158</u>	<u>\$12,550,500</u>	<u>\$12,337,412</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 408,452	\$ 392,343	\$ 363,487	\$ 316,970	\$ 296,183	\$ 253,881	\$ 258,086	\$ 266,690	\$ 267,616	\$ 239,838
Contributions - Employee	91,628	90,275	85,197	84,390	87,633	81,927	79,890	81,209	64,236	63,703
Pension Plan Net Investment Income (Loss)	1,244,828	(416,376)	3,397,195	466,725	795,410	947,088	1,318,735	2,765	287,538	1,669,363
Benefit Payments	(902,469)	(907,881)	(910,204)	(890,724)	(845,161)	(913,496)	(930,114)	(883,523)	(809,304)	(835,313)
Pension Plan Administrative Expense	(13,399)	(14,194)	(12,944)	(12,859)	(12,430)	(12,608)	(12,459)	(17,756)	(11,468)	(10,454)
Other Changes in Plan Fiduciary Net Position	(7,829)	18,870	-	(26,412)	(132,371)	(117,797)	(29)	(15,140)	(62,902)	(62,377)
Net Change in Plan Fiduciary Net Position	821,211	(836,963)	2,922,731	(61,910)	189,264	238,995	714,109	(565,755)	(264,284)	1,064,760
Plan Fiduciary Net Position - Beginning	14,869,988	15,706,951	12,784,220	12,846,130	12,656,866	12,417,871	11,703,762	12,269,517	12,533,801	11,469,041
Plan Fiduciary Net Position - Ending (b)	<u>15,691,199</u>	<u>14,869,988</u>	<u>15,706,951</u>	<u>12,784,220</u>	<u>12,846,130</u>	<u>12,656,866</u>	<u>12,417,871</u>	<u>11,703,762</u>	<u>12,269,517</u>	<u>12,533,801</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ 682,855</u>	<u>\$ 894,072</u>	<u>\$ (181,496)</u>	<u>\$ 2,295,849</u>	<u>\$ 2,194,694</u>	<u>\$ 1,703,950</u>	<u>\$ 1,543,583</u>	<u>\$ 1,028,396</u>	<u>\$ 280,983</u>	<u>\$ (196,389)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.83%	94.33%	101.17%	84.78%	85.41%	88.13%	88.94%	91.92%	97.76%	101.59%
Covered Payroll	\$ 4,020,413	\$ 3,967,077	\$ 3,751,172	\$ 3,707,230	\$ 3,711,533	\$ 3,521,218	\$ 3,356,151	\$ 3,139,827	\$ 3,137,333	\$ 3,185,110
Net Pension Liability as a Percentage of Covered Payroll	16.98%	22.54%	-4.84%	61.93%	59.13%	48.39%	45.99%	32.75%	8.96%	-6.17%

Notes:

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

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

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CONTRIBUTIONS
GENERAL EMPLOYEES – SCHOOL NONCERTIFIED
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 358,592	\$ 408,452	\$ 392,343	\$ 363,487	\$ 316,970	\$ 296,183	\$ 253,881	\$ 258,086	\$ 266,690	\$ 267,616
Contributions in Relation to the Actuarially Determined Contribution	358,592	408,452	392,343	363,487	316,970	296,183	253,881	258,086	266,690	267,616
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 3,993,252	\$ 4,020,413	\$ 3,967,077	\$ 3,751,172	\$ 3,707,230	\$ 3,711,533	\$ 3,521,218	\$ 3,356,151	\$ 3,139,827	\$ 3,137,333
Contributions as a Percentage of Covered Payroll	8.98%	10.16%	9.89%	9.69%	8.55%	7.98%	7.21%	7.69%	8.49%	8.53%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE EMPLOYEES
LAST TEN FISCAL YEARS

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 740,703	\$ 701,705	\$ 639,143	\$ 679,340	\$ 673,521	\$ 649,056	\$ 568,324	\$ 523,160	\$ 471,726	\$ 451,642
Interest on the Total Pension Liability	1,675,982	1,584,193	1,485,493	1,384,340	1,308,013	1,176,730	1,083,836	1,005,633	849,179	786,421
Benefit Changes	-	-	-	-	-	-	-	-	818,130	-
Difference Between Expected and Actual Experience	281,187	(452,911)	(238,635)	(60,553)	(528,494)	376,708	234,180	(230,013)	165,545	-
Changes of Assumptions	(68,284)	-	-	(115,936)	-	-	737,604	-	-	(183,362)
Benefit Payments	(558,824)	(523,580)	(490,997)	(353,102)	(378,031)	(300,483)	(309,560)	(247,765)	(240,722)	(215,212)
Net Change in Total Pension Liability	2,070,764	1,309,407	1,395,004	1,534,089	1,075,009	1,902,011	2,314,384	1,051,015	2,063,858	839,489
Total Pension Liability - Beginning	23,851,667	22,542,260	21,147,256	19,613,167	18,538,158	16,636,147	14,321,763	13,270,748	11,206,890	10,367,401
Total Pension Liability - Ending (a)	<u>\$25,922,431</u>	<u>\$23,851,667</u>	<u>\$22,542,260</u>	<u>\$21,147,256</u>	<u>\$19,613,167</u>	<u>\$18,538,158</u>	<u>\$16,636,147</u>	<u>\$14,321,763</u>	<u>\$13,270,748</u>	<u>\$11,206,890</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 461,924	\$ 455,455	\$ 395,220	\$ 415,375	\$ 305,303	\$ 230,711	\$ 202,710	\$ 204,399	\$ 204,685	\$ 133,929
Contributions - Employee	387,195	363,203	329,627	334,981	331,132	319,103	306,210	293,689	230,955	227,478
Pension Plan Net Investment Income (Loss)	2,105,265	(676,604)	5,313,731	695,138	1,112,517	1,243,190	1,607,602	(4,632)	307,305	1,681,302
Benefit Payments	(558,824)	(523,580)	(490,997)	(353,102)	(378,031)	(300,483)	(309,560)	(247,765)	(240,722)	(215,212)
Pension Plan Administrative Expense	(22,660)	(23,065)	(20,246)	(19,153)	(17,386)	(16,550)	(15,188)	(12,462)	(12,648)	(10,528)
Other Changes in Plan Fiduciary Net Position	(1)	-	-	(1)	1	-	(35)	(2)	2	-
Net Change in Plan Fiduciary Net Position	2,372,899	(404,591)	5,527,335	1,073,238	1,353,536	1,475,971	1,791,739	233,227	489,577	1,816,969
Plan Fiduciary Net Position - Beginning	24,163,476	24,568,067	19,040,732	17,967,494	16,613,958	15,137,987	13,346,248	13,113,021	12,623,444	10,806,475
Plan Fiduciary Net Position - Ending (b)	<u>26,536,375</u>	<u>24,163,476</u>	<u>24,568,067</u>	<u>19,040,732</u>	<u>17,967,494</u>	<u>16,613,958</u>	<u>15,137,987</u>	<u>13,346,248</u>	<u>13,113,021</u>	<u>12,623,444</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ (613,944)</u>	<u>\$ (311,809)</u>	<u>\$ (2,025,807)</u>	<u>\$ 2,106,524</u>	<u>\$ 1,645,673</u>	<u>\$ 1,924,200</u>	<u>\$ 1,498,160</u>	<u>\$ 975,515</u>	<u>\$ 157,727</u>	<u>\$ (1,416,554)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	102.37%	101.31%	108.99%	90.04%	91.61%	89.62%	90.99%	93.19%	98.81%	112.64%
Covered Payroll	\$ 3,871,946	\$ 3,632,016	\$ 3,296,250	\$ 3,349,801	\$ 3,311,310	\$ 3,191,031	\$ 3,062,091	\$ 2,947,382	\$ 2,886,942	\$ 2,753,917
Net Pension Liability as a Percentage of Covered Payroll	-15.86%	-8.59%	-61.46%	62.89%	49.70%	60.30%	48.93%	33.10%	5.46%	-51.44%

Notes:

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

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

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CONTRIBUTIONS
POLICE EMPLOYEES
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 409,166	\$ 461,924	\$ 455,464	\$ 385,220	\$ 415,375	\$ 305,303	\$ 230,711	\$ 202,710	\$ 204,399	\$ 204,685
Contributions in Relation to the Actuarially Determined Contribution	409,166	461,924	455,464	385,220	415,375	305,303	230,711	202,710	204,399	204,685
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 4,242,145	\$ 3,871,946	\$ 3,632,016	\$ 3,296,250	\$ 3,349,801	\$ 3,311,310	\$ 3,191,031	\$ 3,062,091	\$ 2,947,382	\$ 2,886,942
Contributions as a Percentage of Covered Payroll	9.65%	11.93%	12.54%	11.69%	12.40%	9.22%	7.23%	6.62%	6.93%	7.09%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIRE EMPLOYEES
LAST TEN FISCAL YEARS

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
	2024	2022	2021	2020	2019	2018	2017	2016	2015	2015
Total Pension Liability										
Service Cost	\$ 507,863	\$ 424,995	\$ 381,835	\$ 347,603	\$ 256,061	\$ 188,643	\$ 149,503	\$ 121,804	\$ 93,121	\$ 93,121
Interest on the Total Pension Liability	240,397	202,635	170,097	140,093	113,200	94,737	81,579	70,205	56,935	56,935
Benefit Changes	-	-	-	-	-	-	-	-	16,330	16,330
Difference Between Expected and Actual Experience	488,796	(96,125)	(94,389)	(51,293)	(30,848)	(53,331)	(55,654)	(43,768)	16	16
Changes of Assumptions	(20,813)	-	-	(24,881)	-	-	81,099	-	-	-
Benefit Payments	(38,386)	(28,583)	-	-	-	-	(20,873)	-	(7,626)	(7,626)
Net Change in Total Pension Liability	1,177,857	502,922	457,543	411,522	338,413	230,049	235,654	148,241	158,776	158,776
Total Pension Liability - Beginning	3,199,508	2,696,586	2,239,043	1,827,521	1,489,108	1,259,059	1,023,405	875,164	716,388	716,388
Total Pension Liability - Ending (a)	<u>\$ 4,377,365</u>	<u>\$ 3,199,508</u>	<u>\$ 2,696,586</u>	<u>\$ 2,239,043</u>	<u>\$ 1,827,521</u>	<u>\$ 1,489,108</u>	<u>\$ 1,259,059</u>	<u>\$ 1,023,405</u>	<u>\$ 875,164</u>	<u>\$ 875,164</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 223,116	\$ 200,614	\$ 181,811	\$ 154,529	\$ 91,123	\$ 73,919	\$ 70,384	\$ 68,903	\$ 52,630	\$ 52,630
Contributions - Employee	269,138	224,155	200,226	173,951	127,266	93,806	82,418	66,593	43,540	43,540
Pension Plan Net Investment Income (Loss)	351,486	(101,603)	729,681	82,681	115,982	114,069	133,010	(344)	20,028	20,028
Benefit Payments	(38,386)	(28,583)	-	-	-	-	(20,873)	-	(7,626)	(7,626)
Pension Plan Administrative Expense	(3,783)	(3,464)	(2,780)	(2,278)	(1,813)	(1,519)	(1,257)	(923)	(802)	(802)
Other Changes in Plan Fiduciary Net Position	1	(36,265)	-	(17,279)	16,166	(8,343)	(4)	1	4,763	4,763
Net Change in Plan Fiduciary Net Position	801,572	254,854	1,108,938	391,604	348,724	271,932	263,678	134,230	112,533	112,533
Plan Fiduciary Net Position - Beginning	3,628,539	3,373,685	2,264,747	1,873,143	1,524,419	1,252,487	988,809	854,579	742,046	742,046
Plan Fiduciary Net Position - Ending (b)	<u>4,430,111</u>	<u>3,628,539</u>	<u>3,373,685</u>	<u>2,264,747</u>	<u>1,873,143</u>	<u>1,524,419</u>	<u>1,252,487</u>	<u>988,809</u>	<u>854,579</u>	<u>854,579</u>
Net Pension Liability - Ending (a) - (b)	<u>\$ (52,746)</u>	<u>\$ (429,031)</u>	<u>\$ (677,099)</u>	<u>\$ (25,704)</u>	<u>\$ (45,622)</u>	<u>\$ (35,311)</u>	<u>\$ 6,572</u>	<u>\$ 34,596</u>	<u>\$ 20,585</u>	<u>\$ 20,585</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	101.20%	113.41%	125.11%	101.15%	102.50%	102.37%	99.48%	96.62%	97.65%	97.65%
Covered Payroll	\$ 2,691,380	\$ 2,241,534	\$ 2,002,281	\$ 1,752,912	\$ 1,272,668	\$ 938,054	\$ 824,161	\$ 665,961	\$ 544,248	\$ 544,248
Net Pension Liability as a Percentage of Covered Payroll	-1.96%	-19.14%	-33.82%	-1.47%	-3.58%	-3.76%	0.80%	5.19%	3.78%	3.78%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM PENSION PLANS
SCHEDULE OF CONTRIBUTIONS
FIRE EMPLOYEES
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 259,378	\$ 223,116	\$ 200,614	\$ 181,811	\$ 154,529	\$ 91,123	\$ 73,919	\$ 70,384	\$ 68,903	\$ 52,630
Contributions in Relation to the Actuarially Determined Contribution	259,378	223,116	200,614	181,811	154,529	91,123	73,919	70,384	68,903	52,630
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 2,743,547	\$ 2,691,380	\$ 2,241,534	\$ 2,002,281	\$ 1,752,912	\$ 1,272,668	\$ 938,054	\$ 824,161	\$ 665,961	\$ 544,248
Contributions as a Percentage of Covered Payroll	9.45%	8.29%	8.95%	9.08%	8.82%	7.16%	7.88%	8.54%	10.35%	9.67%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO MERS PENSION PLANS SCHEDULES
JUNE 30, 2024

Valuation Date	Summary of Actuarial Assumptions used in the valuations to determine the Net Pension Liability at June 30, 2023 measurement date (June 30, 2022 valuation rolled forward to June 30, 2023)
Methods and Assumptions Used to Determine Contribution Rates:	
Actuarial Cost Method	Entry Age Normal - the individual entry age actuarial cost methodology is used
Amortization Method	Level Percentage of Payroll, Closed
Actuarial Assumptions:	
Investment Return	7.00%
Salary Increases	General Employees - 3.25% to 7.25% Police and Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Variants of the PUB (10) Tables for Healthy and Disabled Retirees, projected with Scale Ultimate MP16.
Cost of Living Adjustment	All future COLAs were assumed to be 2.1% per annum for all MERS units with the COLA provision.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM PLANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER'S RETIREMENT PLAN
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's Proportion of the Net Pension Liability	0.98654961%	1.00999707%	1.01659908%	1.04671533%	1.06752671%	1.06906260%	1.04367064%	1.09137285%	1.06761040%	0.94353141%
Employer's Proportionate Share of the Net Pension Liability	\$23,941,952	\$ 27,276,470	\$23,924,624	\$33,442,616	\$34,062,291	\$33,966,888	\$32,918,275	\$32,561,955	\$29,391,343	\$22,965,558
State's Proportionate Share of the Net Pension Liability Associated with the School District	17,495,565	20,172,866	17,742,254	24,848,683	25,516,184	25,336,859	24,878,307	22,300,158	20,079,243	15,748,541
Total	<u>\$41,437,517</u>	<u>\$ 47,449,336</u>	<u>\$41,666,878</u>	<u>\$58,291,299</u>	<u>\$59,578,475</u>	<u>\$59,303,747</u>	<u>\$57,796,582</u>	<u>\$54,862,113</u>	<u>\$49,470,586</u>	<u>\$38,714,099</u>
Covered Payroll	\$19,211,997	\$ 19,873,947	\$19,330,354	\$19,275,100	\$19,807,745	\$19,295,826	\$18,552,465	\$17,937,129	\$17,399,316	\$17,053,100
Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	124.62%	137.25%	123.77%	173.50%	171.96%	176.03%	177.43%	181.53%	168.92%	134.67%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.80%	62.10%	66.50%	54.30%	54.60%	54.30%	54.00%	54.06%	57.55%	61.40%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM PLANS
SCHEDULE OF CONTRIBUTIONS
TEACHER'S RETIREMENT PLAN
LAST TEN FISCAL YEARS**

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 2,979,524	\$ 2,889,485	\$ 2,907,280	\$ 2,861,786	\$ 2,838,550	\$ 2,719,939	\$ 2,604,610	\$ 2,494,957	\$ 2,512,287	\$ 2,364,900
Contributions in Relation to the Actuarially Determined Contribution	2,979,524	2,889,485	2,907,280	2,861,786	2,838,550	2,719,939	2,604,610	2,494,957	2,512,287	2,364,900
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$20,504,588	\$19,211,997	\$19,873,947	\$19,330,354	\$19,725,100	\$19,807,745	\$19,295,826	\$18,552,465	\$17,937,129	\$17,399,316
Contributions as a Percentage of Covered Payroll	14.53%	15.04%	14.63%	14.80%	14.39%	13.73%	13.50%	13.45%	14.01%	13.59%

Notes:

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

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

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM PLANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHER'S SURVIVORS BENEFIT PLAN
LAST TEN FISCAL YEARS**

Measurement Date	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's Proportion of the Net Pension Liability	3.59284579%	3.70280658%	3.74976707%	3.74976707%	3.83713912%	3.81956294%	3.70030736%	3.69811899%	3.67273811%	3.84845352%
Employer's Proportionate Share of the Net Pension Liability	\$ 7,223,651	\$ 6,506,908	\$ 7,360,234	\$ 4,453,357	\$ 4,353,075	\$ 3,408,169	\$ 3,061,131	\$ 3,682,287	\$ 3,428,707	\$ 4,784,426
Covered Payroll (a)	\$19,982,149	\$19,873,947	\$19,330,354	\$19,275,100	\$19,807,745	\$19,295,826	\$18,552,465	\$17,937,129	\$17,399,316	\$17,053,100
Employer's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	36.15%	32.74%	38.08%	23.10%	21.98%	17.66%	16.50%	20.53%	19.71%	28.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	190.20%	177.70%	185.70%	153.10%	150.20%	137.40%	136.10%	153.30%	146.60%	173.30%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.
- 3) The employee and employer contribution rates were applied to the first \$11,500 of member salary and fiscal 2018 and subsequent. In fiscal 2017 and prior years the rates were applied to salary up to the first
- (a) Employer's covered payroll is for the period covered by the measurement date.

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

**TOWN OF SMITHFIELD, RHODE ISLAND
EMPLOYEES' RETIREMENT SYSTEM PLANS
SCHEDULE OF CONTRIBUTIONS
TEACHER'S SURVIVORS BENEFIT PLAN
LAST TEN FISCAL YEARS**

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily Determined Contribution	\$ 27,077	\$ 27,524	\$ 27,975	\$ 27,689	\$ 27,964	\$ 28,620	\$ 28,419	\$ 23,100	\$ 22,914	\$ 21,755
Contributions in Relation to the Statutorily Determined Contribution	27,077	27,524	27,975	27,689	27,964	28,620	28,419	23,100	22,914	21,755
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$20,504,588	\$19,982,149	\$19,873,947	\$19,330,354	\$19,725,100	\$19,807,745	\$19,295,826	\$18,552,465	\$17,937,129	\$17,399,316
Contributions as a Percentage of Covered Payroll	0.13%	0.14%	0.14%	0.14%	0.14%	0.14%	0.15%	0.12%	0.13%	0.13%

Notes:

- 1) Employers participating in the Municipal Employee's Retirement System are required by Rhode Island General Laws, Section 45-21-42, to continue an actuarially determined contribution rate each year.
- 2) The amounts presented for each fiscal year were determined as of June 30 measurement date prior to the fiscal year-end.
- 3) The employee and employer contribution rates were applied to the first \$11,500 of member salary and fiscal 2018 and subsequent. In fiscal 2017 and prior years the rates were applied to salary up to the first

See accompanying Notes to MERS, ERS, and TSB Pension Plans.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO MERS, ERS, AND TSB PENSION PLANS
JUNE 30, 2024

NOTE 1 JUNE 30, 2023 MEASUREMENT DATE

As part of the 2023 Actuarial Experience Study for the six-year period ending June 30, 2022 as approved by the System Board on May 17, 2023, certain assumptions were modified and reflected in the determination of net pension liability (asset) at the June 30, 2023 measurement date. The following summarizes the more significant changes in assumptions:

- Decreased individual salary increases and projected payroll growth for most groups. These two items mainly offset each other in calculating contribution requirements, especially as dollar amounts, but create a much lower projected annual growth rate in the dollar amounts of contributions.
- Updated the mortality projection scales to the ultimate rates of the most recently published ones, this had no material impact to the liabilities or contributions.
- Modestly increased turnover rates.
- Slight modifications to the retirement rates.
- Modified slightly the rates of disability.

NOTE 2 JUNE 30, 2022 MEASUREMENT DATE

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2022 measurement date compared to the June 30, 2021 measurement date.

NOTE 3 JUNE 30, 2021 MEASUREMENT DATE

There were no changes in actuarial methods or assumptions reflected in the calculation of the net pension liability (asset) of the plans as of the June 30, 2021 measurement date compared to the June 30, 2020 measurement date.

NOTE 4 JUNE 30, 2020 MEASUREMENT DATE

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

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

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO MERS, ERS, AND TSB PENSION PLANS
JUNE 30, 2024**

NOTE 5 JUNE 30, 2019 MEASUREMENT DATE

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

NOTE 6 JUNE 30, 2018 MEASUREMENT DATE

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

NOTE 7 JUNE 30, 2017 MEASUREMENT DATE

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

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

NOTE 8 JUNE 30, 2016 MEASUREMENT DATE

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

NOTE 9 JUNE 30, 2015 MEASUREMENT DATE

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

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO MERS, ERS, AND TSB PENSION PLANS
JUNE 30, 2024**

NOTE 9 JUNE 30, 2015 MEASUREMENT DATE (CONTINUED)

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

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

TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION TRUST FUND
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on the Total Pension Liability	1,829,126	1,833,063	1,811,835	1,851,629	1,874,916	1,796,709	1,980,181	1,941,829	1,924,447	1,883,156
Difference Between Expected and Actual Experience	203,433	181,208	194,867	(479,679)	(353,039)	110,338	(1,477,506)	528,002	155,773	117,690
Changes of Assumptions	-	637,341	86,810	(158,751)	(70,104)	1,640,534	-	-	-	339,700
Benefit Changes	-	-	-	-	-	-	-	-	-	-
Benefit Payments, Including Refunds of Participant Contributions	(1,887,088)	(1,835,456)	(1,784,504)	(1,752,882)	(1,753,688)	(1,705,671)	(2,986,884)	(1,881,524)	(1,831,282)	(1,785,098)
Net Change in Total Pension Liability	145,471	816,156	309,008	(539,683)	(301,915)	1,841,910	(2,484,209)	588,307	248,938	555,448
Total Pension Liability - Beginning	26,208,646	25,392,490	25,083,482	25,623,165	25,925,080	24,083,170	26,567,379	25,979,072	25,730,134	25,174,686
Total Pension Liability - Ending	<u>\$26,354,117</u>	<u>\$26,208,646</u>	<u>\$25,392,490</u>	<u>\$25,083,482</u>	<u>\$25,623,165</u>	<u>\$25,925,080</u>	<u>\$24,083,170</u>	<u>\$26,567,379</u>	<u>\$25,979,072</u>	<u>\$25,730,134</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,386,907	\$ 1,776,158	\$ 2,179,641	\$ 2,152,683	\$ 1,921,559	\$ 2,179,935	\$ 2,178,681	\$ 2,177,643	\$ 2,278,602	\$ 2,277,340
Contributions - Employee	-	-	-	-	-	-	-	-	-	-
Net Investment Income (Loss)	1,645,289	1,166,722	(1,240,096)	2,686,667	93,138	440,636	845,159	1,282,176	433,239	488,660
Benefit Payments, Including Refunds of Participant Contributions	(1,887,088)	(1,835,456)	(1,784,504)	(1,752,882)	(1,753,688)	(1,705,671)	(2,986,884)	(1,881,524)	(1,831,282)	(1,785,098)
Administrative Expense	(17,200)	(17,200)	(49,214)	(17,200)	(17,200)	(17,200)	(46,888)	(13,001)	(13,001)	(15,018)
Net Change in Plan Fiduciary Net Position	1,127,908	1,090,224	(894,173)	3,069,268	243,809	897,700	(9,932)	1,565,294	867,558	965,884
Plan Fiduciary Net Position - Beginning	13,747,841	12,657,617	13,551,790	10,482,522	10,238,713	9,341,013	9,350,945	7,785,651	6,918,093	5,952,209
Plan Fiduciary Net Position - Ending	<u>14,875,749</u>	<u>13,747,841</u>	<u>12,657,617</u>	<u>13,551,790</u>	<u>10,482,522</u>	<u>10,238,713</u>	<u>9,341,013</u>	<u>9,350,945</u>	<u>7,785,651</u>	<u>6,918,093</u>
Net Pension Liability - Ending	<u>\$11,478,368</u>	<u>\$12,460,805</u>	<u>\$12,734,873</u>	<u>\$11,531,692</u>	<u>\$15,140,643</u>	<u>\$15,686,367</u>	<u>\$14,742,157</u>	<u>\$17,216,434</u>	<u>\$18,193,421</u>	<u>\$18,812,041</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.45%	52.46%	49.85%	54.03%	40.91%	39.49%	38.79%	35.20%	29.97%	26.89%
Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Pension Liability as a Percentage of Covered Payroll	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!

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

See accompanying Notes to Fiduciary Trust Funds Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF CONTRIBUTIONS
POLICE PENSION TRUST FUND
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 1,145,592	\$ 1,762,250	\$ 2,146,105	\$ 2,086,796	\$ 1,874,741	\$ 2,086,749	\$ 2,128,824	\$ 2,095,635	\$ 2,079,553	\$ 2,114,309
Contributions in Relation to the Actuarially Determined Contribution	1,386,907	1,776,158	2,179,641	2,152,683	1,921,559	2,179,935	2,178,681	2,177,643	2,278,602	2,079,373
Contribution Deficiency (Excess)	<u>\$ 241,315</u>	<u>\$ 13,908</u>	<u>\$ 33,536</u>	<u>\$ 65,887</u>	<u>\$ 46,818</u>	<u>\$ 93,186</u>	<u>\$ 49,857</u>	<u>\$ 82,008</u>	<u>\$ 199,049</u>	<u>\$ (34,936)</u>
Covered Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

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

2) The covered employee payroll for the Police Pension Trust Fund is not applicable as the plan is closed.

See accompanying Notes to Fiduciary Trust Funds Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF INVESTMENTS
POLICE PENSION TRUST FUND
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual Money Weighted Rate of Return, Net of Investment Expense	12.00%	9.03%	-9.00%	25.62%	0.86%	4.60%	9.75%	15.10%	6.17%	7.42%

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

See accompanying Notes to Fiduciary Trust Funds Schedules.

TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FIRE PENSION TRUST FUND
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability										
Service Cost	\$ 471,836	\$ 460,842	\$ 497,639	\$ 588,208	\$ 713,903	\$ 570,581	\$ 670,806	\$ 926,180	\$ 755,471	\$ 824,891
Interest on the Total Pension Liability	3,289,232	3,087,057	2,923,524	2,876,834	2,984,056	2,738,018	2,671,372	2,551,501	2,457,170	2,348,730
Difference Between Expected and Actual Experience	1,943,100	1,223,769	664,456	(817,494)	(331,893)	(100,550)	(716,711)	74,292	(233,333)	(95,975)
Changes of Assumptions	-	1,495,332	(50,689)	(4,221,011)	(1,933,257)	5,031,937	(3,762,912)	(4,239,961)	3,986,007	(5,398,258)
Benefit Changes	-	-	-	-	-	-	-	-	1,368	-
Benefit Payments, Including Refunds of Participant Contributions	(2,149,264)	(1,990,349)	(1,848,316)	(1,674,360)	(1,565,753)	(1,454,702)	(1,721,683)	(1,528,475)	(1,335,349)	(1,275,432)
Net Change in Total Pension Liability	3,554,904	4,276,651	2,186,614	(3,247,823)	(132,944)	6,785,284	(2,859,128)	(2,216,463)	5,631,334	(3,596,044)
Total Pension Liability - Beginning	46,039,300	41,762,649	39,576,035	42,823,858	42,956,802	36,171,518	39,030,646	41,247,109	35,615,775	39,211,819
Total Pension Liability - Ending	<u>\$49,594,204</u>	<u>\$46,039,300</u>	<u>\$41,762,649</u>	<u>\$39,576,035</u>	<u>\$42,823,858</u>	<u>\$42,956,802</u>	<u>\$36,171,518</u>	<u>\$39,030,646</u>	<u>\$41,247,109</u>	<u>\$35,615,775</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 798,973	\$ 663,206	\$ 658,596	\$ 669,635	\$ 655,675	\$ 674,575	\$ 653,323	\$ 614,972	\$ 590,143	\$ 556,062
Contributions - Employee	260,913	260,798	261,318	261,576	265,506	274,218	281,661	272,054	245,893	243,407
Net Investment Income (Loss)	3,674,104	2,510,269	(2,711,510)	7,033,060	334,969	1,266,118	2,744,565	4,169,226	473,027	1,280,504
Benefit Payments, Including Refunds of Participant Contributions	(2,149,264)	(1,990,349)	(1,848,316)	(1,674,360)	(1,565,753)	(1,454,702)	(1,721,683)	(1,528,475)	(1,335,349)	(1,275,432)
Administrative Expense	(17,500)	(17,500)	(49,549)	(17,500)	(17,500)	(17,500)	(76,035)	(13,497)	(12,497)	(14,522)
Net Change in Plan Fiduciary Net Position	2,567,226	1,426,424	(3,689,461)	6,272,411	(327,103)	742,709	1,881,831	3,514,280	(38,783)	790,019
Plan Fiduciary Net Position - Beginning	30,096,183	28,669,759	32,359,220	26,086,809	26,413,912	25,671,203	23,789,372	20,275,092	20,313,875	19,523,856
Plan Fiduciary Net Position - Ending	<u>32,663,409</u>	<u>30,096,183</u>	<u>28,669,759</u>	<u>32,359,220</u>	<u>26,086,809</u>	<u>26,413,912</u>	<u>25,671,203</u>	<u>23,789,372</u>	<u>20,275,092</u>	<u>20,313,875</u>
Net Pension Liability - Ending	<u>\$16,930,795</u>	<u>\$15,943,117</u>	<u>\$13,092,890</u>	<u>\$ 7,216,815</u>	<u>\$16,737,049</u>	<u>\$16,542,890</u>	<u>\$10,500,315</u>	<u>\$15,241,274</u>	<u>\$20,972,017</u>	<u>\$15,301,900</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.86%	65.37%	68.65%	81.76%	60.92%	61.49%	70.97%	60.95%	49.16%	57.04%
Covered Payroll	\$ 2,433,662	\$ 2,340,802	\$ 2,620,048	\$ 2,672,075	\$ 2,592,074	\$ 2,592,074	\$ 2,879,052	\$ 2,213,596	\$ 2,296,642	\$ 2,266,764
Net Pension Liability as a Percentage of Covered Payroll	695.69%	681.10%	499.72%	270.08%	645.70%	638.21%	364.71%	688.53%	913.16%	675.05%

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

See accompanying Notes to Fiduciary Trust Funds Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF CONTRIBUTIONS
FIRE PENSION TRUST FUND
LAST TEN FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<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	\$ 2,083,832	\$ 1,282,287	\$ 1,912,194	\$ 2,143,397	\$ 1,571,682	\$ 1,287,471	\$ 1,481,677	\$ 1,294,057	\$ 1,336,605	\$ 1,455,376
Contributions in Relation to the Actuarially Determined Contribution	<u>798,973</u>	<u>663,206</u>	<u>658,596</u>	<u>669,635</u>	<u>655,675</u>	<u>674,575</u>	<u>653,323</u>	<u>614,972</u>	<u>590,143</u>	<u>499,542</u>
Contribution Deficiency (Excess)	<u>\$ (1,284,859)</u>	<u>\$ (619,081)</u>	<u>\$ (1,253,598)</u>	<u>\$ (1,473,762)</u>	<u>\$ (916,007)</u>	<u>\$ (612,896)</u>	<u>\$ (828,354)</u>	<u>\$ (679,085)</u>	<u>\$ (746,462)</u>	<u>\$ (955,834)</u>
Covered Payroll	\$ 2,340,802	\$ 2,620,048	\$ 2,672,075	\$ 2,592,074	\$ 2,793,960	\$ 2,879,052	\$ 2,213,596	\$ 2,296,642	\$ 2,266,764	\$ 2,192,989
Contributions as a Percentage of Covered Payroll	34.13%	25.31%	24.65%	25.83%	23.47%	23.43%	29.51%	26.78%	26.03%	22.78%

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

See accompanying Notes to Fiduciary Trust Funds Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
FIDUCIARY TRUST FUNDS
SCHEDULE OF INVESTMENTS
FIRE PENSION TRUST FUND
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual Money Weighted Rate of Return, Net of Investment Expense	13.41%	9.91%	-7.83%	28.60%	2.32%	4.97%	13.07%	20.94%	2.36%	6.73%

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

See accompanying Notes to Fiduciary Trust Funds Schedules.

TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO FIDUCIARY TRUST FUNDS SCHEDULES
JUNE 30, 2024

Police Pension Trust Fund

Valuation Date	July 1, 2023
Actuarially determined contribution rates are calculated as of June 30, 2024	
Methods and Assumptions Used to Determine Contribution Rates:	
Discount Rate	7.25%
Long-Term Rate of Return on Investments	7.25%
Salary Increases	N/A
Inflation	3.00%
Mortality	2010 Public Sector Retirement Plan Mortality Table for Safety Annuitants and Contingent Annuitants with above average benefits and MP-2021 mortality improvement scale (M/F)
	2010 Public Sector Retirement Plan Mortality for Disabled Safety Participants with MP-2021 mortality improvement scale (M/F)
Termination	N/A
Disabled	N/A
Assumed Retirement Age	N/A
Expenses	Prior Year's expenses, increased by 4%, rounded to the nearest \$1000

Fire Pension Trust Fund

Valuation Date	July 1, 2023
Actuarially determined contribution rates are calculated as of June 30, 2024	
Methods and Assumptions Used to Determine Contribution Rates:	
Discount Rate	7.25%
Long-Term Rate of Return on Investments	7.25%
Salary Increases	3.00%
Inflation	3.00%
Mortality	2010 Public Safety Above Median for Employees, Healthy Annuitants, and Disabled Retirees, with Scale MP-2021 Generational Improvements (M/F).
Municipal Bond	4.21% The municipal bond rates is based on the S&P Municipal Bond 20 Year High Grade Index.
Termination	50% of Sarason Table T-1
Disability Rate	200% of United Auto Workers 1955 Table. All Disablements are assumed to be duty-related.
Assumed Retirement Age	40% assumed to retire upon the attainment of 25 year of service and the remainder at 32.5 years.
Expenses	Prior Year's expenses, increased by 4%, rounded to the nearest \$1000

TOWN OF SMITHFIELD, RHODE ISLAND
OTHER POST-EMPLOYMENT BENEFITS TRUST FUND
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017
Total Pension Liability								
Service Cost	\$ 1,433,933	\$ 1,505,548	\$ 2,252,011	\$ 2,440,168	\$ 1,657,275	\$ 1,511,943	\$ 1,354,976	\$ 2,333,000
Interest on the Total Pension Liability	1,876,761	1,801,923	1,285,988	1,435,806	1,328,854	1,311,505	1,297,215	1,198,000
Difference Between Expected and Actual Experience	(7,365,413)	(383,427)	(6,182,821)	1,756,101	6,500,072	(473,625)	(1,947,270)	(463,000)
Changes of Assumptions	(12,324)	(524,137)	(10,886,506)	2,703,102	(2,104,558)	2,311,331	2,773,187	(2,214,000)
Benefit Changes	-	-	-	(2,252,900)	-	-	-	-
Benefit Payments	(1,287,401)	(1,086,259)	(1,447,115)	(1,185,943)	(1,134,148)	(998,873)	(1,120,890)	(1,187,000)
Employee Contributions	141,228	109,573	100,954	81,760	37,227	30,685	-	-
Net Change in Total Pension Liability	(5,213,216)	1,423,221	(14,877,489)	4,978,094	6,284,722	3,692,966	2,357,218	(333,000)
Total Pension Liability - Beginning	45,988,732	44,565,511	59,443,000	54,464,906	48,180,184	44,487,218	42,130,000	42,463,000
Total Pension Liability - Ending	<u>\$ 40,775,516</u>	<u>\$ 45,988,732</u>	<u>\$ 44,565,511</u>	<u>\$ 59,443,000</u>	<u>\$ 54,464,906</u>	<u>\$ 48,180,184</u>	<u>\$ 44,487,218</u>	<u>\$ 42,130,000</u>
Plan Fiduciary Net Position								
Contributions - Employer	\$ 1,624,243	\$ 1,423,060	\$ 1,732,575	\$ 1,566,883	\$ 1,395,709	\$ 1,206,684	\$ 1,250,066	\$ 1,321,000
Contributions - Employee	141,228	109,573	100,954	81,760	37,227	30,685	30,344	-
Net Investment Income (Loss)	1,013,728	628,811	(907,839)	1,364,377	192,456	243,318	256,313	304,000
Benefit Payments	(1,287,401)	(1,086,259)	(1,447,115)	(1,185,943)	(1,134,148)	(998,873)	(1,120,890)	(1,187,000)
Administrative Expense	(22,479)	(19,064)	(19,220)	(15,153)	(10,149)	(8,583)	-	(25,000)
Net Change in Plan Fiduciary Net Position	1,469,319	1,056,121	(540,645)	1,811,924	481,095	473,231	415,833	413,000
Plan Fiduciary Net Position - Beginning	6,630,559	5,574,438	6,115,083	4,303,159	3,822,064	3,348,833	2,933,000	2,520,000
Plan Fiduciary Net Position - Ending	8,099,878	6,630,559	5,574,438	6,115,083	4,303,159	3,822,064	3,348,833	2,933,000
Net Pension Liability - Ending	<u>\$ 32,675,638</u>	<u>\$ 39,358,173</u>	<u>\$ 38,991,073</u>	<u>\$ 53,327,917</u>	<u>\$ 50,161,747</u>	<u>\$ 44,358,120</u>	<u>\$ 41,138,385</u>	<u>\$ 39,197,000</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	19.86%	14.42%	12.51%	10.29%	7.90%	7.93%	7.53%	6.96%
Covered Payroll	\$ 33,990,130	\$ 37,138,000	\$ 35,795,277	\$ 34,982,000	\$ 33,717,465	\$ 34,289,000	\$ 33,049,345	\$ 30,222,000
Net Pension Liability as a Percentage of Covered Payroll	96.13%	105.98%	108.93%	152.44%	148.77%	129.37%	124.48%	129.70%

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

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

See accompanying Notes to Other Post-Employment Benefits Trust Fund Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
OTHER POST-EMPLOYMENT BENEFITS TRUST FUND
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Actuarially Determined Contribution	\$ 3,754,443	\$ 3,790,618	\$ 4,699,076	\$ 4,894,666	\$ 3,865,167	\$ 3,610,793	\$ 3,391,137	\$ 1,408,000
Contributions in Relation to the Actuarially Determined Contribution	<u>1,624,243</u>	<u>1,423,060</u>	<u>1,732,575</u>	<u>1,566,883</u>	<u>1,395,709</u>	<u>1,206,684</u>	<u>1,250,066</u>	<u>1,513,000</u>
Contribution Deficiency (Excess)	<u>\$ (2,130,200)</u>	<u>\$ (2,367,558)</u>	<u>\$ (2,966,501)</u>	<u>\$ (3,327,783)</u>	<u>\$ (2,469,458)</u>	<u>\$ (2,404,109)</u>	<u>\$ (2,141,071)</u>	<u>\$ 105,000</u>
Covered Payroll	\$ 33,990,130	\$ 37,138,000	\$ 35,795,277	\$ 34,982,000	\$ 33,717,465	\$ 34,289,000	\$ 33,049,345	\$ 30,222,000
Contributions as a Percentage of Covered Payroll	4.78%	3.83%	4.84%	4.48%	4.14%	3.52%	3.78%	5.01%

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

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

See accompanying Notes to Other Post-Employment Benefits Trust Fund Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
OTHER POST-EMPLOYMENT BENEFITS TRUST FUND
SCHEDULE OF INVESTMENTS
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017
Annual Money Weighted Rate of Return, Net of Investment Expense	14.78%	10.86%	-14.41%	30.14%	4.85%	7.02%	8.97%	12.13%

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

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

See accompanying Notes to Other Post-Employment Benefits Trust Fund Schedules.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO OTHER POST-EMPLOYMENT BENEFITS
TRUST FUND SCHEDULES
JUNE 30, 2024**

Valuation Date	July 1, 2024
Actuarial Cost Method	Entry age actuarial cost method
Asset-Valuation Method	Fair Value as of June 30, 2024
Discount Rate	4.27%
Index Rate	4.21%
Long-Term Rate of Return on Investments	7.00%
Aging Assumption	3.50%
Salary Increases	Town Employees - 3.75% to 7.50% Public Safety Employees - 4.00% to 14.00% School Employees - 3.50% to 13.50%
Healthcare Cost Trends	6.5% per year graded down by the Getzen model to an ultimate rate of 4.04% per year after 60 years.
Retirement	Town Employees - A flat 25% per year retirement probability for members eligible for unreduced retirement. A 50% retirement probability at first eligibility will be only applied if they have reached age 65 or with at least 25 years of service. Police and Fire Employees - All members are assumed to retire upon reaching age 65 with at least 10 years of service. Rates of retirement fluctuate from 10% to 35% with service years between 20 and 30 or more years. School Employees - A flat 25% per year retirement probability for members eligible for unreduced retirement. A 60% retirement probability at first eligibility will be only applied if they have reached age 65 or with at least 25 years of service.

SUPPLEMENTARY INFORMATION SECTION

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NONMAJOR GOVERNMENTAL FUNDS

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Town Special Revenue	School Special Revenue	Town Capital Projects	School Capital Projects	Permanent Trust Funds	Total Nonmajor Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
ASSETS						
Cash and Cash Equivalents	\$ 1,173,419	\$ 228,299	\$ 2,526,303	\$ -	\$ 63,722	\$ 3,991,743
Cash on Deposit with Funding Agency	-	-	1,516,136	-	-	1,516,136
Accounts and Other Receivables, Net	-	-	579,531	262,704	-	842,235
Lease receivable			111,034			111,034
Intergovernmental Receivables	68,310	482,867	66,215	-	-	617,392
Prepaid Items	-	-	205,121	-	-	205,121
Due from Other Funds	889,987	122,785	3,864,228	-	-	4,877,000
Total Assets	<u>2,131,716</u>	<u>833,951</u>	<u>8,868,568</u>	<u>262,704</u>	<u>63,722</u>	<u>12,160,661</u>
DEFERRED OUTFLOWS OF RESOURCES						
	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 2,131,716</u>	<u>\$ 833,951</u>	<u>\$ 8,868,568</u>	<u>\$ 262,704</u>	<u>\$ 63,722</u>	<u>\$ 12,160,661</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ 86,339	\$ 70,335	\$ 350,439	\$ -	\$ -	\$ 507,113
Accrued Liabilities	1,170	-	-	-	-	1,170
Due to Other Funds	797,431	450,807	6,149,735	148,187	-	7,546,160
Total Liabilities	<u>884,940</u>	<u>521,142</u>	<u>6,500,174</u>	<u>148,187</u>	<u>-</u>	<u>8,054,443</u>
DEFERRED INFLOWS OF RESOURCES						
Leases	-	-	111,034	-	-	111,034
Deferred Revenue	268	-	875,019	-	-	875,287
Total Deferred Inflows of Resources	<u>268</u>	<u>-</u>	<u>986,053</u>	<u>-</u>	<u>-</u>	<u>986,321</u>
FUND BALANCES						
Nonspendable	-		205,121	-	-	205,121
Restricted	552,922	312,809	335,000	-	63,722	1,264,453
Committed	813,871	-	5,542,363	114,517	-	6,470,751
Unassigned	(120,285)	-	(4,700,143)	-	-	(4,820,428)
Total Fund Balances	<u>1,246,508</u>	<u>312,809</u>	<u>1,382,341</u>	<u>114,517</u>	<u>63,722</u>	<u>3,119,897</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,131,716</u>	<u>\$ 833,951</u>	<u>\$ 8,868,568</u>	<u>\$ 262,704</u>	<u>\$ 63,722</u>	<u>\$ 12,160,661</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	Town Special Revenue	School Special Revenue	Town Capital Projects	School Capital Projects	Permanent Trust Funds	Total Nonmajor Funds
REVENUES						
Intergovernmental	\$ 488,961	\$ 2,727,251	\$ -	\$ 229,642	\$ -	\$ 3,445,854
Fees, Fines, Charges, and Assessments	141,991		1,534,789	-	-	1,676,780
Interest and Investment Income	37,018		1,050	-	7	38,075
Contributions and Grants	12,119	79,316	-	-	-	91,435
Other Revenues	1,080	262,200	1,378,443	-	-	1,641,723
Total Revenues	681,169	3,068,767	2,914,282	229,642	7	6,893,867
EXPENDITURES						
General Government	7,177	-	34,019	-	-	41,196
Education	-	3,084,702	51,758	-	-	3,136,460
Public Safety	218,228	-	808,843	-	-	1,027,071
Recreation and Community Development	165,729	-	179,465	-	-	345,194
Other Expenses	15,994	-	29,121	-	-	45,115
Capital Outlays	334,951	-	3,311,810	1,601,371	-	5,248,132
Total Expenditures	742,079	3,084,702	4,415,016	1,601,371	-	9,843,168
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(60,910)	(15,935)	(1,500,734)	(1,371,729)	7	(2,949,301)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	110,000	98,615	-	208,615
Transfers Out	(314,265)	-	(1,898,498)	-	-	(2,212,763)
Total Other Financing Sources (Uses)	(314,265)	-	(1,788,498)	98,615	-	(2,004,148)
NET CHANGE IN FUND BALANCES	(375,175)	(15,935)	(3,289,232)	(1,273,114)	7	(4,953,449)
Fund Balances - Beginning of Year	1,621,683	328,744	4,671,573	1,387,631	63,715	8,073,346
FUND BALANCES - END OF YEAR	\$ 1,246,508	\$ 312,809	\$ 1,382,341	\$ 114,517	\$ 63,722	\$ 3,119,897

TOWN SPECIAL REVENUE FUNDS

Town special revenue funds are used to account for specific revenues that are restricted or committed to expenditure for purposes. The following town special revenue funds are reported as nonmajor governmental funds:

- Animal Control Fund
- Animal Control Spay & Neuter
- Affordable Housing Fund
- Police Restricted Revenue
- Byrne Grant
- CDBG
- Document Preservation & Tech Upgrades
- EMA Radio
- Fire Prevention
- Historical Records
- Municipal Contingency Escrow
- Operation Blue Riptide
- Police Confiscated Funds
- Retirement Escrow
- Revaluation Escrow
- RI DOT Children Passenger Safety
- RI DOT Click it or Ticket
- Scholarship Fund
- Senior Center Grant
- Bulletproof Vest
- RIDOH Alcohol Control Grant
- Neighborhood Center Fund
- Police Memorial Fund
- General Public Assistance
- Dog Park
- Play for All Fund
- Governmental Weight Enforcement

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
TOWN SPECIAL REVENUE
JUNE 30, 2024**

	Animal Control Fund	Animal Control Spay and Neuter	Affordable Housing Fund	Byrne Grant	Police Restricted Revenue	CDBG	Document Preservation and Tech Upgrades	EMA Radio	Fire Prevention	Historical Records
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES										
ASSETS										
Cash and Cash Equivalents	\$ 27,631	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,764	\$ 3,926	\$ 105,126	\$ 35,321
Intergovernmental Receivables	-	-	-	196	-	61,268	-	-	-	-
Due from Other Funds	9,122	9,684	212,160	-	208,046	-	92,924	-	-	31,278
Total Assets	36,753	9,684	212,160	196	208,046	61,268	136,688	3,926	105,126	66,599
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 36,753	\$ 9,684	\$ 212,160	\$ 196	\$ 208,046	\$ 61,268	\$ 136,688	\$ 3,926	\$ 105,126	\$ 66,599
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable	\$ 7,842	\$ -	\$ -	\$ -	\$ 7,545	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	196	-	162,976	-	3,926	95,385	-
Total Liabilities	7,842	-	-	196	7,545	162,976	-	3,926	95,385	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	268	-	-	-	-
FUND BALANCES										
Restricted	-	-	212,160	-	-	-	136,688	-	9,741	66,599
Committed	28,911	9,684	-	-	200,501	-	-	-	-	-
Unassigned	-	-	-	-	-	(101,976)	-	-	-	-
Total Fund Balances	28,911	9,684	212,160	-	200,501	(101,976)	136,688	-	9,741	66,599
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 36,753	\$ 9,684	\$ 212,160	\$ 196	\$ 208,046	\$ 61,268	\$ 136,688	\$ 3,926	\$ 105,126	\$ 66,599

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
TOWN SPECIAL REVENUE
JUNE 30, 2024**

	Municipal Contingency Escrow	Operation Blue Reptide	Police Confiscated Funds	Retirement Escrow	Revaluation Escrow	RI DOT Children Passenger Safety	RI DOT Click It Or Ticket	Scholarship Fund	Senior Center Grant	Bulletproof Vests
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES										
ASSETS										
Cash and Cash Equivalents	\$ 31,437	\$ -	\$ 28,808	\$ 829,759	\$ 39,222	\$ -	\$ -	\$ 4,513	\$ -	\$ -
Intergovernmental Receivables	-	273	-	-	-	-	-	-	-	3,521
Due from Other Funds	101,192	-	-	-	-	20	11	2,500	134,592	-
Total Assets	132,629	273	28,808	829,759	39,222	20	11	7,013	134,592	3,521
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 132,629	\$ 273	\$ 28,808	\$ 829,759	\$ 39,222	\$ 20	\$ 11	\$ 7,013	\$ 134,592	\$ 3,521
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES										
LIABILITIES										
Accounts Payable	\$ -	\$ -	\$ 11,135	\$ -	\$ 1,399	\$ -	\$ -	\$ -	\$ 16,296	\$ -
Accrued Liabilities	-	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	273	10,813	475,943	20,236	-	-	-	-	3,521
Total Liabilities	-	273	21,948	475,943	21,635	-	-	-	16,296	3,521
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-
FUND BALANCES										
Restricted	-	-	-	-	-	20	11	7,013	118,296	-
Committed	132,629	-	6,860	353,816	17,587	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	132,629	-	6,860	353,816	17,587	20	11	7,013	118,296	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 132,629	\$ 273	\$ 28,808	\$ 829,759	\$ 39,222	\$ 20	\$ 11	\$ 7,013	\$ 134,592	\$ 3,521

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
TOWN SPECIAL REVENUE
JUNE 30, 2024**

	RI DOH Alcohol Grant	Neighborhood Center Fund	Police Memorial Fund	General Public Assistance	Dog Park	Play for All Fund	Governmental Weight Enforcement	Total Town Special Revenue
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
ASSETS	\$ -	\$ 3,558	\$ 804	\$ -	\$ 19,550	\$ -	\$ -	\$ 1,173,419
Cash and Cash Equivalents	1,025	-	-	-	-	-	2,027	68,310
Intergovernmental Receivables	-	19,896	-	66,228	-	2,334	-	889,987
Due from Other Funds	1,025	23,454	804	66,228	19,550	2,334	2,027	2,131,716
Total Assets								
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 1,025	\$ 23,454	\$ 804	\$ 66,228	\$ 19,550	\$ 2,334	\$ 2,027	\$ 2,131,716
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES	\$ 180	\$ 38,793	\$ -	\$ 3,149	\$ -	\$ -	\$ -	\$ 86,339
Accounts Payable	-	1,170	-	-	-	-	-	1,170
Accrued Liabilities	785	-	-	-	21,350	-	2,027	797,431
Due to Other Funds	965	39,963	-	3,149	21,350	-	2,027	884,940
Total Liabilities								
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	268
FUND BALANCES								
Restricted	60	-	-	-	-	2,334	-	552,922
Committed	-	-	804	63,079	-	-	-	813,871
Unassigned	-	(16,509)	-	-	(1,800)	-	-	(120,285)
Total Fund Balances	60	(16,509)	804	63,079	(1,800)	2,334	-	1,246,508
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,025	\$ 23,454	\$ 804	\$ 66,228	\$ 19,550	\$ 2,334	\$ 2,027	\$ 2,131,716

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
TOWN SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	Animal Control Fund	Animal Control Spay and Neuter	Affordable Housing Fund	Byrne Grant Fund	Police Restricted Revenue	CDBG	Document Preservation and Tech Upgrades	Fire Prevention	Historical Records	Municipal Contingency Escrow
REVENUES										
Intergovernmental	\$ -	\$ -	\$ 212,160	\$ 196	\$ -	\$ -	\$ -	\$ 9,758	\$ -	\$ -
Fees, Fines, Charges, and Assessments	3,870	957	-	-	121,026	-	13,597	-	2,341	-
Interest and Investment Income	-	-	-	-	-	-	-	-	-	3
Contributions and Grants	-	-	-	-	-	-	-	-	-	-
Other Revenues	-	-	-	-	-	-	-	-	-	-
Total Revenues	3,870	957	212,160	196	121,026	-	13,597	9,758	2,341	3
EXPENDITURES										
General Government	-	-	-	-	-	-	-	-	-	-
Public Safety	10,166	220	-	196	162,480	-	-	7,644	-	-
Recreation and Community Development	-	-	-	-	-	139,976	-	-	-	-
Other Expenses	-	-	-	-	-	-	9,415	-	-	-
Capital Outlays	-	-	-	-	-	-	-	-	-	-
Total Expenditures	10,166	220	-	196	162,480	139,976	9,415	7,644	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(6,296)	737	212,160	-	(41,454)	(139,976)	4,182	2,114	2,341	3
OTHER FINANCING SOURCES (USES)										
Transfers Out	-	-	-	-	(150,000)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	(150,000)	-	-	-	-	-
NET CHANGE IN FUND BALANCES	(6,296)	737	212,160	-	(191,454)	(139,976)	4,182	2,114	2,341	3
Fund Balances - Beginning of Year	35,207	8,947	-	-	391,955	38,000	132,506	7,627	64,258	132,626
FUND BALANCES - END OF YEAR	<u>\$ 28,911</u>	<u>\$ 9,684</u>	<u>\$ 212,160</u>	<u>\$ -</u>	<u>\$ 200,501</u>	<u>\$ (101,976)</u>	<u>\$ 136,688</u>	<u>\$ 9,741</u>	<u>\$ 66,599</u>	<u>\$ 132,629</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
TOWN SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	Operation Blue Reptide	Police Confiscated Funds	Retirement Escrow	Revaluation Escrow	RI DOT Children Passenger Safety	RI DOT Click It Or Ticket	Scholarship Fund	Senior Center Grant	Bulletproof Vests	RI DOH Alcohol Grant
REVENUES										
Intergovernmental	\$ 3,197	\$ 3	\$ -	\$ -	\$ 1,570	\$ 287	\$ -	\$ 22,557	\$ 7,781	\$ 2,626
Fees, Fines, Charges, and Assessments	-	-	-	-	-	-	-	200	-	-
Interest and Investment Income	-	-	37,003	4	-	-	8	-	-	-
Contributions and Grants	-	-	-	-	-	-	-	1,200	-	-
Other Revenues	-	-	-	-	-	-	-	1,000	-	-
Total Revenues	3,197	3	37,003	4	1,570	287	8	24,957	7,781	2,626
EXPENDITURES										
General Government	-	-	-	-	-	-	-	-	-	-
Public Safety	3,197	544	-	-	1,571	287	-	-	7,781	2,626
Recreation and Community Development	-	-	-	-	-	-	-	25,124	-	-
Other Expenses	-	-	-	6,579	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-	-	-	-	-
Total Expenditures	3,197	544	-	6,579	1,571	287	-	25,124	7,781	2,626
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(541)	37,003	(6,575)	(1)	-	8	(167)	-	-
OTHER FINANCING SOURCES (USES)										
Transfers Out	-	-	(164,265)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(164,265)	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	-	(541)	(127,262)	(6,575)	(1)	-	8	(167)	-	-
Fund Balances - Beginning of Year	-	7,401	481,078	24,162	21	11	7,005	118,463	-	60
FUND BALANCES - END OF YEAR	\$ -	\$ 6,860	\$ 353,816	\$ 17,587	\$ 20	\$ 11	\$ 7,013	\$ 118,296	\$ -	\$ 60

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
TOWN SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	Neighborhood Center Fund	Police Memorial Fund	General Public Assistance	Dog Park	Play for All Fund	Governmental Weight Enforcement	Distracted Driving	Total Town Special Revenue
REVENUES								
Intergovernmental								
Fees, Fines, Charges, and Assessments	\$ 206,594	\$ -	\$ -	\$ 716	\$ -	\$ 21,250	\$ 266	\$ 488,961
Interest and Investment Income	-	-	-	-	-	-	-	141,991
Contributions and Grants	-	-	-	-	-	-	-	37,018
Other Revenues	-	-	10,919	-	-	-	-	12,119
Total Revenues	-	5	-	-	75	-	-	1,080
	206,594	5	10,919	716	75	21,250	266	681,169
EXPENDITURES								
General Government								
Public Safety	-	-	7,177	-	-	-	-	7,177
Recreation and Community Development	-	-	-	-	-	21,250	266	218,228
Other Expenses	-	-	-	629	-	-	-	165,729
Capital Outlays	-	-	-	-	-	-	-	15,994
Total Expenditures	334,951	-	-	-	-	-	-	334,951
	334,951	-	7,177	629	-	21,250	266	742,079
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(128,357)	5	3,742	87	75	-	-	(60,910)
OTHER FINANCING SOURCES (USES)								
Transfers Out	-	-	-	-	-	-	-	(314,265)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	(314,265)
NET CHANGE IN FUND BALANCES	(128,357)	5	3,742	87	75	-	-	(375,175)
Fund Balances - Beginning of Year	111,848	799	59,337	(1,887)	2,259	-	-	1,621,683
FUND BALANCES - END OF YEAR	\$ (16,509)	\$ 804	\$ 63,079	\$ (1,800)	\$ 2,334	\$ -	\$ -	\$ 1,246,508

SCHOOL SPECIAL REVENUE FUNDS

School special revenue funds are used to account for specific revenues that are restricted or committed to expenditure for purposes. The following school special revenue funds are reported as nonmajor governmental funds:

- IDEA Part B
- IDEA Preschool
- Title I Part A
- Title II Part A, Professional Development
- Title IV Safe & Drug Free
- Title IV, BSCA – Stronger Connections
- Perkins Vocational Education
- Perkins Secondary Set Aside
- Perkins CTE Reserve Diff Abled
- ESSER III
- ESSER III Priority II
- ESSER III Other Priority
- ARP HCY II
- ARP IDEA Part B
- ARP IDEA Pre-school
- ARP After School Initiative
- ARP MLL Success
- USDA – Kitchen Equipment
- RI Comp Literacy State Development
- CLSD Grant Curriculum
- CLSD Supplemental
- ASCA Summer Workshop
- Rethink RI Algebra
- USDA Action for Healthy Kids
- RI State Council for the Arts
- RI Department of Health
- CTE Categorical Funds
- CTE Categorical Fund #2
- English Learner Categorical
- School Building Authority
- 21st Century Tech and Furniture
- SBA Learning Inside Out
- Feinstein Foundation #1
- Feinstein Foundation #2
- Kiducation
- Feinstein Foundation #3
- RI Foundation
- RI Foundation RISD
- RI Foundation FAF
- Thomas Leach Scholarship
- VFW Memorial Fund
- Daniel DiChiara Scholarship
- Bank of America
- N.E. School Development Council
- Donations and Gifts
- LifeTouch
- National Youth Risk Behavior
- Special Olympics
- Donations Performing Arts/Music
- Pleasant View Elementary Donors
- High School Donors
- Katherine Young Memorial Scholarship
- Athletic Activities High School
- Old County Scholarship
- Student Activities

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SCHOOL SPECIAL REVENUE
JUNE 30, 2024**

	21011100	21011200	21021100	21031100	21051100	21051103	21091100	21092100	21092101	21162100	21251801
	IDEA Part B	IDEA Preschool	Title I Part A	Title II Part A Professional Development	Title IV Safe & Drug Free	Title IV BSCA - Stronger Connections	Perkins Vocational Education	Perkins Secondary Set Aside	Perkins CTE Reserve Diff Aled	USDA FFVP Program	Esser III
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receivables	203,016	6,097	72,257	8,119	2,798	4,497	33,033	6,857	3,186	6,124	4,775
Due from Other Funds	-	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 203,016</u>	<u>\$ 6,097</u>	<u>\$ 72,257</u>	<u>\$ 8,119</u>	<u>\$ 2,798</u>	<u>\$ 4,497</u>	<u>\$ 33,033</u>	<u>\$ 6,857</u>	<u>\$ 3,186</u>	<u>\$ 6,124</u>	<u>\$ 4,775</u>
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Accounts Payable and Accrued Liabilities	\$ 14,701	\$ 13	\$ 4,375	\$ 487	\$ 183	\$ -	\$ 2,000	\$ -	\$ -	\$ 5,375	\$ 4,775
Due to Other Funds	188,315	6,084	67,882	7,632	2,615	4,497	31,033	6,857	3,186	749	-
Total Liabilities	<u>203,016</u>	<u>6,097</u>	<u>72,257</u>	<u>8,119</u>	<u>2,798</u>	<u>4,497</u>	<u>33,033</u>	<u>6,857</u>	<u>3,186</u>	<u>6,124</u>	<u>4,775</u>
FUND BALANCES											
Restricted	-	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 203,016</u>	<u>\$ 6,097</u>	<u>\$ 72,257</u>	<u>\$ 8,119</u>	<u>\$ 2,798</u>	<u>\$ 4,497</u>	<u>\$ 33,033</u>	<u>\$ 6,857</u>	<u>\$ 3,186</u>	<u>\$ 6,124</u>	<u>\$ 4,775</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SCHOOL SPECIAL REVENUE
JUNE 30, 2024**

	21251803	21251806	21251810	21251816	21251823	21251824	21272109	21422302	21422305	21422311	21422600
	Esser III	Esser III	ARP	ARP	ARP	ARP	USDA - Kitchen	RI Comp	CLSD	CLSD	ASCA
	Priority II	Other Priority	HCY II	IDEA Preschool	After School	MLL Success	Equipment	Literacy State	Grant	Supplemental	Summer
					Initiative			Development	Curriculum		Workshop
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receivables	17,446	15,666	930	-	56,400	-	-	1,867	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 17,446</u>	<u>\$ 15,666</u>	<u>\$ 930</u>	<u>\$ -</u>	<u>\$ 56,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,867</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Accounts Payable and											
Accrued Liabilities	\$ 17,446	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,786	\$ -	\$ -	\$ -
Due to Other Funds	-	15,666	930	-	56,400	-	-	81	-	-	-
Total Liabilities	<u>17,446</u>	<u>15,666</u>	<u>930</u>	<u>-</u>	<u>56,400</u>	<u>-</u>	<u>-</u>	<u>1,867</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES											
Restricted	-	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,446</u>	<u>\$ 15,666</u>	<u>\$ 930</u>	<u>\$ -</u>	<u>\$ 56,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,867</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SCHOOL SPECIAL REVENUE
JUNE 30, 2024**

	21422601	22232005	23142000	23473000	23581000	23581001	23671000	23911007	23911008	24012004	24012005
	Rethink RI	USDA	RI State	RI	CTE	CTE	English	SBA	SBA	Feinstein	Feinstein
	Algebra	Action for	Council for	Department of	Categorical	Categorical	Learner	21st Century	Learning Inside	Foundation #1	Foundation #2
		Healthy Kids	the Arts	Health	Fund	Fund #2	Categorical	Tech& Furniture	Out		
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receivables	440	25,107	-	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	21,713	-	-	-	2,294	8,560
Total Assets	<u>\$ 440</u>	<u>\$ 25,107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,713</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,294</u>	<u>\$ 8,560</u>
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Accounts Payable and											
Accrued Liabilities	\$ 440	\$ 59	\$ -	\$ -	\$ -	\$ 17,928	\$ -	\$ -	\$ -	\$ -	\$ 62
Due to Other Funds	-	25,048	-	-	-	-	-	-	445	-	-
Total Liabilities	<u>440</u>	<u>25,107</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,928</u>	<u>-</u>	<u>-</u>	<u>445</u>	<u>-</u>	<u>62</u>
FUND BALANCES											
Restricted	-	-	-	-	-	3,785	-	-	(445)	2,294	8,498
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,785</u>	<u>-</u>	<u>-</u>	<u>(445)</u>	<u>2,294</u>	<u>8,498</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 440</u>	<u>\$ 25,107</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,713</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,294</u>	<u>\$ 8,560</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SCHOOL SPECIAL REVENUE
JUNE 30, 2024**

	24012006	24012024	24012029	24013031	24013032	24020032	24020061	24020071	24030040	24030114	24040005
	Kiducation	Feinstein Foundation #3	RI Foundation	RI Foundation RISD	RI Foundation FAF	Thomas Leach Scholarship	VFW Memorial Fund	Daniel DiChiara Scholarship	Bank of America	N.E. School Development Council	Donations & Gifts
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental Receivables	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	1,019	2,177	1,339	1,500	399	20,280	4,000	22,419	1,014	5,000	1,993
Total Assets	<u>\$ 1,019</u>	<u>\$ 2,177</u>	<u>\$ 1,339</u>	<u>\$ 1,500</u>	<u>\$ 399</u>	<u>\$ 20,280</u>	<u>\$ 4,000</u>	<u>\$ 22,419</u>	<u>\$ 1,014</u>	<u>\$ 5,000</u>	<u>\$ 1,993</u>
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Accounts Payable and Accrued Liabilities	\$ -	\$ -	\$ -	\$ -	\$ 399	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	399	-	-	-	-	-	-
FUND BALANCES											
Restricted	1,019	2,177	1,339	1,500	-	20,280	4,000	22,419	1,014	5,000	1,993
Total Fund Balances	<u>1,019</u>	<u>2,177</u>	<u>1,339</u>	<u>1,500</u>	<u>-</u>	<u>20,280</u>	<u>4,000</u>	<u>22,419</u>	<u>1,014</u>	<u>5,000</u>	<u>1,993</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,019</u>	<u>\$ 2,177</u>	<u>\$ 1,339</u>	<u>\$ 1,500</u>	<u>\$ 399</u>	<u>\$ 20,280</u>	<u>\$ 4,000</u>	<u>\$ 22,419</u>	<u>\$ 1,014</u>	<u>\$ 5,000</u>	<u>\$ 1,993</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
SCHOOL SPECIAL REVENUE
JUNE 30, 2024**

	24040061	24040124	24050025	24050039	24050042	24050045	24050093	60140000	9000000x	Total
	Lifetouch	National Youth Risk Behavior Donation	Special Olympics	Donations Performing Arts/Music	Pleasant View Elementary Donors	High School Donors	Katherine Young Memorial Scholarship	Athletic Activities High School	Student Activities	School Special Revenue
ASSETS										
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,663	\$ 174,636	\$ 228,299
Intergovernmental Receivables	205	-	-	-	-	-	-	-	14,047	482,867
Due from Other Funds	21,699	1,000	595	184	700	4,200	700	-	-	122,785
Total Assets	<u>\$ 21,904</u>	<u>\$ 1,000</u>	<u>\$ 595</u>	<u>\$ 184</u>	<u>\$ 700</u>	<u>\$ 4,200</u>	<u>\$ 700</u>	<u>\$ 53,663</u>	<u>\$ 188,683</u>	<u>\$ 833,951</u>
LIABILITIES AND FUND BALANCES										
LIABILITIES										
Accounts Payable and Accrued Liabilities	\$ 306	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 70,335
Due to Other Funds	-	-	-	-	-	-	-	19,340	14,047	450,807
Total Liabilities	<u>306</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,340</u>	<u>14,047</u>	<u>521,142</u>
FUND BALANCES										
Restricted	21,598	1,000	595	184	700	4,200	700	34,323	174,636	312,809
Total Fund Balances	<u>21,598</u>	<u>1,000</u>	<u>595</u>	<u>184</u>	<u>700</u>	<u>4,200</u>	<u>700</u>	<u>34,323</u>	<u>174,636</u>	<u>312,809</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 21,904</u>	<u>\$ 1,000</u>	<u>\$ 595</u>	<u>\$ 184</u>	<u>\$ 700</u>	<u>\$ 4,200</u>	<u>\$ 700</u>	<u>\$ 53,663</u>	<u>\$ 188,683</u>	<u>\$ 833,951</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	21011100	21011200	21021100	21031100	21051100	21051103	21091100	21092100	21092101	21093100	21162100
	IDEA	IDEA	Title I	Title II Part A	Title IV	Title IV	Perkins	Perkins	Perkins	Perkins V	USDA
	Part B	Preschool	Part A	Professional	Safe &	BSCA - Stronger	Vocational	Secondary	CTE Reserve	Special	FFVP
				Development	Drug Free	Connections	Education	Set Aside	Diff Abled	Programs	Program
REVENUES											
Intergovernmental	\$ 759,210	\$ 18,239	\$ 260,690	\$ 85,973	\$ 12,001	\$ 104,693	\$ 65,072	\$ 6,857	\$ 5,215	\$ 896	\$ 48,094
Other	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	759,210	18,239	260,690	85,973	12,001	104,693	65,072	6,857	5,215	896	48,094
EXPENDITURES											
Salaries	522,848	12,924	185,828	16,913	180	2,090	22,215	1,830	5,140		-
Employee Benefits	207,916	4,826	74,600	573	4	159	2,297	27	75		-
Purchased Services	27,642	489	-	68,487	11,817	102,444	12,235	5,000	-		-
Supplies and Materials	804	-	262	-	-	-	9,330	-	-	-	48,094
Other	-	-	-	-	-	-	165	-	-	896	-
Capital Outlays	-	-	-	-	-	-	18,830	-	-	-	-
Total Expenditures	759,210	18,239	260,690	85,973	12,001	104,693	65,072	6,857	5,215	896	48,094
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	21251801	21251802	21251803	21251806	21251810	21251815	21251816	21251823	21251824	21422302	21422305
		Esser III	Esser III	Esser III	ARP	ARP	ARP	ARP	ARP	RI Comp	CLSD
	Esser III	Priority II	Priority II	Other Priority	HCY II	IDEA Part B	IDEA Preschool	After School	MLL Success	Literacy State	Grant
								Initiative		Development	Curriculum
REVENUES											
Intergovernmental	\$ 77,193	\$ 8,864	\$ 17,446	\$ 853,784	\$ 3,582	\$ 7,231	\$ 4	\$ 148,967	\$ 40,739	\$ 36,925	\$ 3,179
Other	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	77,193	8,864	17,446	853,784	3,582	7,231	4	148,967	40,739	36,925	3,179
EXPENDITURES											
Salaries		8,738	-	-	350	-	-	22,611	19,950	4,460	560
Employee Benefits		126	-	-	5	53	4	510	289	65	9
Purchased Services	44,227	-	17,446	853,784	2,927	-	-	62,209	20,500	32,400	2,610
Supplies and Materials	32,966	-	-	-	300	948	-	4,197	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	6,230	-	59,440	-	-	-
Total Expenditures	77,193	8,864	17,446	853,784	3,582	7,231	4	148,967	40,739	36,925	3,179
NET CHANGE IN FUND											
BALANCES	-	-	-	-	-	-	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	21422311	21422600	21422601	22232005	23142000	23473000	23581000	23581001	23671000	23911007	23911008
	CLSD	ASCA	Rethink RI	USDA	RI State	RI	CTE	CTE	English	SBA	SBA
	Supplemental	Summer	Algebra	Action for	Council for	Department of	Categorical	Categorical	Learner	21st Century	Learning Inside
		Workshop		Healthy Kids	the Arts	Health	Fund	Fund #2	Categorical	Tech& Furniture	Out
REVENUES											
Intergovernmental	\$ 49,700	\$ 254	\$ 440	\$ 51,146	\$ 2,000	\$ 2,981	\$ -	\$ 25,026	\$ 3,855	\$ 20,307	\$ -
Other	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	49,700	254	440	51,146	2,000	2,981	-	25,026	3,855	20,307	-
EXPENDITURES											
Salaries	-	250	-	19,799	-	500	-	-	-	-	-
Employee Benefits	-	4	-	7,114	-	8	-	-	-	-	-
Purchased Services	49,700	-	440	16,323	2,000	1,200	4,145	1,031	3,855	-	445
Supplies and Materials	-	-	-	6,061	-	1,273	4,370	120	-	-	-
Other	-	-	-	1,849	-	-	1,575	-	-	-	-
Capital Outlays	-	-	-	-	-	-	4,356	22,083	-	20,307	-
Total Expenditures	49,700	254	440	51,146	2,000	2,981	14,446	23,234	3,855	20,307	445
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	(14,446)	1,792	-	-	(445)
Fund Balances - Beginning of Year	-	-	-	-	-	-	14,446	1,993	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,785	\$ -	\$ -	\$ (445)

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	24012004	24012005	24012006	24012024	24012029	24012069	24013031	24013032	24020031	24020032	24020061
	Feinstein Foundation #1	Feinstein Foundation #2	Kiducation	Feinstein Foundation #3	RI Foundation	Smithfield Foundation	RI Foundation RISD	RI Foundation FAF	Old County Scholarship	Thomas Leach Scholarship	VFW Memorial Fund
REVENUES											
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 1,339	\$ 3,349	\$ -	\$ 2,000	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	11,500	12,000	-	2,000	-	-	-	-	500	1,000	-
Total Revenues	11,500	12,000	-	2,000	1,339	3,349	-	2,000	500	1,000	-
EXPENDITURES											
Salaries	-	-	-	-	-	-	-	-	-	-	-
Employee Benefits	-	29	-	-	-	-	-	-	-	-	-
Purchased Services	1,763	2,847	-	-	1,316	-	-	2,000	500	-	-
Supplies and Materials	11,300	20,205	325	2,073	-	3,349	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Capital Outlays	37	7,437	-	-	-	-	-	-	-	-	-
Total Expenditures	13,100	30,518	325	2,073	1,316	3,349	-	2,000	500	-	-
NET CHANGE IN FUND BALANCES	(1,600)	(18,518)	(325)	(73)	23	-	-	-	-	1,000	-
Fund Balances - Beginning of Year	3,894	27,016	1,344	2,250	1,316	-	1,500	-	-	19,280	4,000
FUND BALANCES - END OF YEAR	\$ 2,294	\$ 8,498	\$ 1,019	\$ 2,177	\$ 1,339	\$ -	\$ 1,500	\$ -	\$ -	\$ 20,280	\$ 4,000

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	24020071 Daniel DiChiara Scholarship	24020072 Miscellaneous Scholarship Tikoian	24030025 RI Interlocal Trust	24030040 Bank of America	24030045 Exxon Mobil Educational Alliance	24030114 N.E. School Development Council	24040005 Donations & Gifts	24040061 Lifetouch	24040124 National Youth Risk Behavior Donation	24040228 RI Interlocal Trust Safety Enhancement	24050025 Special Olympics
REVENUES											
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-	-	-	-
Grants and Contributions	150	500	1,200	-	500	-	1,993	11,109	-	1,000	713
Total Revenues	150	500	1,200	-	500	-	1,993	11,109	-	1,000	713
EXPENDITURES											
Salaries	-	-	-	-	-	-	-	-	-	-	-
Employee Benefits	-	-	-	-	-	-	-	-	-	-	-
Purchased Services	3,000	500	1,200	-	-	-	-	1,260	-	-	-
Supplies and Materials	-	-	-	-	500	-	-	7,578	-	1,000	118
Other	-	-	-	-	-	-	-	-	-	-	-
Capital Outlays	-	-	-	-	-	-	-	1,085	-	-	-
Total Expenditures	3,000	500	1,200	-	500	-	-	9,923	-	1,000	118
NET CHANGE IN FUND BALANCES	(2,850)	-	-	-	-	-	1,993	1,186	-	-	595
Fund Balances - Beginning of Year	25,269	-	-	1,014	-	5,000	-	20,412	1,000	-	-
FUND BALANCES - END OF YEAR	\$ 22,419	\$ -	\$ -	\$ 1,014	\$ -	\$ 5,000	\$ 1,993	\$ 21,598	\$ 1,000	\$ -	\$ 595

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (CONTINUED)
SCHOOL SPECIAL REVENUE
YEAR ENDED JUNE 30, 2024**

	24050039 Donations Performing Arts/Music	24050042 Pleasant View Elementary Donors	24050045 High School Donors	24050046 High School Donations Booster	24050093 Katherine Young Memorial Scholarship	60140000 Athletic Activities High School	9000000x Student Activities	Total School Special Revenue
REVENUES								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,727,251
Other	-	-	-	-	-	39,117	223,083	262,200
Grants and Contributions	449	-	991	-	1,200	32,511	-	79,316
Total Revenues	449	-	991	-	1,200	71,628	223,083	3,068,767
EXPENDITURES								
Salaries	-	-	-	-	-	-	-	847,186
Employee Benefits	-	-	-	-	-	-	-	298,693
Purchased Services	265	-	991	-	500	24,459	-	1,383,957
Supplies and Materials	-	-	-	-	-	31,622	-	186,795
Other	-	-	-	-	-	12,558	208,943	225,986
Capital Outlays	-	-	-	2,280	-	-	-	142,085
Total Expenditures	265	-	991	2,280	500	68,639	208,943	3,084,702
NET CHANGE IN FUND BALANCES	184	-	-	(2,280)	700	2,989	14,140	(15,935)
Fund Balances - Beginning of Year		700	4,200	2,280		31,334	160,496	328,744
FUND BALANCES - END OF YEAR	\$ 184	\$ 700	\$ 4,200	\$ -	\$ 700	\$ 34,323	\$ 174,636	\$ 312,809

TOWN CAPITAL PROJECTS FUNDS

Town capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. Funding sources include debt proceeds, intergovernmental sources, third-party contributions, and General Fund operating transfers. The following town capital projects funds are reported as nonmajor governmental funds:

- Green Acres Acquisition Fund
- Smithfield Historic Landmark
- Impact Fees
- Land Acq. Open Space Bond
- Efficient Buildings Smithfield Schools
- Open Space & Rec. Area
- Police Equipment
- Water District Improvement Fee
- Handicap Accessibility
- Special Projects Fund
- Police Improvement Bond
- Capital Reserve Fund
- Fire Station Bond
- School Renovations Bond
- Land Trust Fund
- School Restricted Capital
- Bryant Capital Contributions
- School Improvement Bond
- Capital Lease Fund
- Stillwater Pond Development
- Smithfield Fire Rescue

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
TOWN CAPITAL PROJECTS
JUNE 30, 2024**

	Green Acres Acquisition Fund	Smithfield Historic Landmark	Impact Fees	Land Acq. Open Space Bond	Efficient Buildings Smithfield Schools	Open Space and Rec. Area	Police Equipment	Water District Improvement Fee	Handicap Accessibility	Special Projects Fund	Police Improvement Bond
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES											
ASSETS											
Cash and Cash Equivalents	\$ 113,002	\$ 883	\$ 372,620	\$ -	\$ -	\$ 4,543	\$ 129,055	\$ 18,782	\$ 10,802	\$ 569,483	\$ -
Funds held in Escrow RIIB	-	-	-	-	1,516,136	-	-	-	-	-	-
Accounts and Other Receivables, Net	-	-	-	-	-	-	-	-	-	-	-
Lease Receivable										111,034	
Intergovernmental Receivables	-	-	-	-	-	-	-	-	-	-	-
Prepaid Items	-	-	-	-	-	-	-	-	-	-	-
Due from Other Funds	7,230	-	1,263,221	49,609	-	-	-	-	-	-	113,017
Total Assets	120,232	883	1,635,841	49,609	1,516,136	4,543	129,055	18,782	10,802	680,517	113,017
DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 120,232	\$ 883	\$ 1,635,841	\$ 49,609	\$ 1,516,136	\$ 4,543	\$ 129,055	\$ 18,782	\$ 10,802	\$ 680,517	\$ 113,017
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
LIABILITIES											
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 22,895	\$ -	\$ -	\$ -	\$ -	\$ 302,754	\$ -
Due to Other Funds	-	-	-	-	159,652	-	21,123	22	-	702,255	-
Total Liabilities	-	-	-	-	182,547	-	21,123	22	-	1,005,009	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	111,034	-
FUND BALANCES											
Nonspendable	-	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-	-	-
Committed	120,232	883	1,635,841	49,609	1,333,589	4,543	107,932	18,760	10,802	-	113,017
Unassigned	-	-	-	-	-	-	-	-	-	(435,526)	-
Total Fund Balances	120,232	883	1,635,841	49,609	1,333,589	4,543	107,932	18,760	10,802	(435,526)	113,017
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 120,232	\$ 883	\$ 1,635,841	\$ 49,609	\$ 1,516,136	\$ 4,543	\$ 129,055	\$ 18,782	\$ 10,802	\$ 680,517	\$ 113,017

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
TOWN CAPITAL PROJECTS
JUNE 30, 2024**

	Capital Reserve Fund	Fire Station Fund	School Renovations Bond	Land Trust	School Restricted Capital	Bryant Capital Contributions	School Improvement Bond	Lease Fund	Stillwater Pond Development	Smithfield Fire Rescue	Total Town Capital Projects
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES											
ASSETS											
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 14,658	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,292,475	\$ 2,526,303
Funds held in Escrow RIIB	-	-	-	-	-	-	-	-	-	-	1,516,136
Accounts and Other Receivables, Net	-	-	-	-	-	37,846	-	-	-	541,685	579,531
Lease Receivable	-	-	-	-	-	-	-	-	-	-	111,034
Intergovernmental Receivables	-	-	-	-	-	-	66,215	-	-	-	66,215
Prepaid Items	-	-	-	-	-	-	205,121	-	-	-	205,121
Due from Other Funds	741,153	-	13,177	581,332	235,000	760,489	-	-	100,000	-	3,864,228
Total Assets	741,153	-	13,177	595,990	235,000	798,335	271,336	-	100,000	1,834,160	8,868,568
DEFERRED OUTFLOWS OF RESOURCES											
	-	-	-	-	-	-	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 741,153	\$ -	\$ 13,177	\$ 595,990	\$ 235,000	\$ 798,335	\$ 271,336	\$ -	\$ 100,000	\$ 1,834,160	\$ 8,868,568
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
LIABILITIES											
Accounts Payable	\$ -	\$ 14,550	\$ -	\$ -	\$ -	\$ 1,500	\$ -	\$ -	\$ -	\$ 8,740	\$ 350,439
Due to Other Funds	-	235,949	-	-	-	-	361,588	2,200,506	-	2,468,640	6,149,735
Total Liabilities	-	250,499	-	-	-	1,500	361,588	2,200,506	-	2,477,380	6,500,174
DEFERRED INFLOWS OF RESOURCES											
	-	333,334	-	-	-	-	-	-	-	541,685	986,053
FUND BALANCES											
Nonspendable	-	-	-	-	-	-	205,121	-	-	-	205,121
Restricted	-	-	-	-	235,000	-	-	-	100,000	-	335,000
Committed	741,153	-	13,177	595,990	-	796,835	-	-	-	-	5,542,363
Unassigned	-	(583,833)	-	-	-	-	(295,373)	(2,200,506)	-	(1,184,905)	(4,700,143)
Total Fund Balances	741,153	(583,833)	13,177	595,990	235,000	796,835	(90,252)	(2,200,506)	100,000	(1,184,905)	1,382,341
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 741,153	\$ -	\$ 13,177	\$ 595,990	\$ 235,000	\$ 798,335	\$ 271,336	\$ -	\$ 100,000	\$ 1,834,160	\$ 8,868,568

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
TOWN CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2024**

	Green Acres Acquisition Fund	Smithfield Historic Landmark	Impact Fees	Land Acq. Open Space Bond	Efficient Buildings Smithfield Schools	Open Space and Rec. Area	Police Equipment	Water District Improvement Fee	Handicap Accessibility	Special Projects Fund	Police Improvement Bond
REVENUES											
Fees, Fines, Charges, and Assessments	\$ -	\$ -	\$ 75,950	\$ -	\$ -	\$ -	\$ 197,886	\$ -	\$ -	\$ -	\$ -
Interest and Investment Income	11	-	85	-	-	-	-	2	1	-	-
Other Revenues	-	-	-	-	-	-	-	-	-	392,947	-
Total Revenues	11	-	76,035	-	-	-	197,886	2	1	392,947	-
EXPENDITURES											
General Government	-	-	-	-	-	-	-	-	-	34,019	-
Education	-	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	57	-	-	477,881	-
Recreation and Community Development	-	-	-	-	-	-	-	-	-	166,166	-
Other Expenses	-	-	-	-	19,121	-	-	-	-	-	-
Capital Outlays	-	-	-	-	2,335,749	-	-	-	-	-	-
Total Expenditures	-	-	-	-	2,354,870	-	57	-	-	678,066	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	11	-	76,035	-	(2,354,870)	-	197,829	2	1	(285,119)	-
OTHER FINANCING SOURCES (USES)											
Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	(198,498)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	(198,498)	-	-	-	-
NET CHANGE IN FUND BALANCES	11	-	76,035	-	(2,354,870)	-	(669)	2	1	(285,119)	-
Fund Balances - Beginning of Year	120,221	883	1,559,806	49,609	3,688,459	4,543	108,601	18,758	10,801	(150,407)	113,017
FUND BALANCES - END OF YEAR	\$ 120,232	\$ 883	\$ 1,635,841	\$ 49,609	\$ 1,333,589	\$ 4,543	\$ 107,932	\$ 18,760	\$ 10,802	\$ (435,526)	\$ 113,017

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
TOWN CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2024**

	Capital Reserve Fund	Fire Station Fund	School Renovations Bond	Land Trust	School Restricted Capital	Bryant Capital Contributions	School Improvement Bond	Lease Fund	Stillwater Pond Development	Smithfield Fire Rescue	Total Town Capital Projects
REVENUES											
Fees, Fines, Charges, and Assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,260,953	\$ 1,534,789
Interest and Investment Income	-	-	-	411	-	-	-	-	-	540	1,050
Other Revenues	-	-	-	-	-	107,997	-	877,499	-	-	1,378,443
Total Revenues	-	-	-	411	-	107,997	-	877,499	-	1,261,493	2,914,282
EXPENDITURES											
General Government	-	-	-	-	-	-	-	-	-	-	34,019
Education	-	-	-	-	-	51,758	-	-	-	-	51,758
Public Safety	-	-	-	-	-	-	-	-	-	330,905	808,843
Recreation and Community Development	-	-	-	13,299	-	-	-	-	-	-	179,465
Other Expenses	-	-	-	-	10,000	-	-	-	-	-	29,121
Capital Outlays	-	14,550	-	-	-	-	4,204	957,307	-	-	3,311,810
Total Expenditures	-	14,550	-	13,299	10,000	51,758	4,204	957,307	-	330,905	4,415,016
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(14,550)	-	(12,888)	(10,000)	56,239	(4,204)	(79,808)	-	930,588	(1,500,734)
OTHER FINANCING SOURCES (USES)											
Transfers In	-	-	-	-	110,000	-	-	-	-	-	110,000
Transfers Out	(500,000)	-	-	-	-	-	-	-	-	(1,200,000)	(1,898,498)
Total Other Financing Sources (Uses)	(500,000)	-	-	-	110,000	-	-	-	-	(1,200,000)	(1,788,498)
NET CHANGE IN FUND BALANCES	(500,000)	(14,550)	-	(12,888)	100,000	56,239	(4,204)	(79,808)	-	(269,412)	(3,289,232)
Fund Balances - Beginning of Year	1,241,153	(569,283)	13,177	608,878	135,000	740,596	(86,048)	(2,120,698)	100,000	(915,493)	4,671,573
FUND BALANCES - END OF YEAR	<u>\$ 741,153</u>	<u>\$ (583,833)</u>	<u>\$ 13,177</u>	<u>\$ 595,990</u>	<u>\$ 235,000</u>	<u>\$ 796,835</u>	<u>\$ (90,252)</u>	<u>\$ (2,200,506)</u>	<u>\$ 100,000</u>	<u>\$ (1,184,905)</u>	<u>\$ 1,382,341</u>

SCHOOL CAPITAL PROJECTS FUNDS

School capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. Funding sources include debt proceeds, intergovernmental sources, third-party contributions, and General Fund operating transfers. The following school capital project funds are reported as nonmajor governmental funds:

- Capital Reserve School Improvements

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SCHOOL CAPITAL PROJECTS
JUNE 30, 2024**

Capital Reserve
School
Improvements

**ASSETS AND DEFERRED OUTFLOWS
OF RESOURCES**

ASSETS

Cash and Cash Equivalents	\$	-
Accounts receivable		262,704
Total Assets		<u>262,704</u>

DEFERRED OUTFLOWS OF RESOURCES

Total Assets and Deferred Outflows of Resources	\$	<u>262,704</u>
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**LIABILITIES, DEFERRED INFLOWS OF
RESOURCES, AND FUND BALANCES**

LIABILITIES

Accounts Payable	\$	-
Due to other funds		148,187
Total Liabilities		<u>148,187</u>

DEFERRED INFLOWS OF RESOURCES

Unavailable Fee Revenue		-
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FUND BALANCES

Nonspendable		-
Restricted		-
Committed		114,517
Unassigned		-
Total Fund Balances		<u>114,517</u>

Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	<u>262,704</u>
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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
SCHOOL CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2024**

	Capital Reserve School Improvements
REVENUES	
Intergovernmental	\$ 229,642
Other Revenues	-
Total Revenues	<u>229,642</u>
EXPENDITURES	
Capital Outlays	<u>1,601,371</u>
Total Expenditures	<u>1,601,371</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,371,729)
OTHER FINANCING SOURCES (USES)	
Transfers In	98,615
Transfers Out	-
Total Other Financing Sources (Uses)	<u>98,615</u>
NET CHANGE IN FUND BALANCES	(1,273,114)
Fund Balances - Beginning of Year	<u>1,387,631</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 114,517</u></u>

PERMANENT FUNDS

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs. The following permanent funds are reported as nonmajor governmental funds:

- Cemetery Fund

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**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
PERMANENT FUNDS
JUNE 30, 2024**

	Cemetery Fund
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
ASSETS	
Cash and Cash Equivalents	\$ 63,722
Accounts and Other Receivables, Net	-
Intergovernmental Receivables	-
Due from Other Funds	-
Total Assets	<u>63,722</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 63,722</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	
LIABILITIES	
Accounts Payable	\$ -
Accrued Liabilities	-
Due to Other Funds	-
Unearned Grant and Other revenues	-
Total Liabilities	<u>-</u>
DEFERRED INFLOWS OF RESOURCES	
Unavailable Fee Revenue	-
FUND BALANCES	
Nonspendable	-
Restricted	63,722
Committed	-
Unassigned	-
Total Fund Balances	<u>63,722</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 63,722</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
PERMANENT FUNDS
YEAR ENDED JUNE 30, 2024**

	Cemetery Fund
REVENUES	
Intergovernmental	\$ -
Fees, Fines, Charges, and Assessments	-
Interest and Investment Income	7
Contributions and Grants	-
Other Revenues	-
Total Revenues	<u>7</u>
EXPENDITURES	
General Government	-
Education	-
Public Safety	-
Recreation and Community Development	-
Other Expenses	-
Capital Outlays	-
Total Expenditures	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	7
OTHER FINANCING SOURCES (USES)	
Transfers In	-
Transfers Out	-
Total Other Financing Sources (Uses)	<u>-</u>
NET CHANGE IN FUND BALANCES	7
Fund Balances - Beginning of Year	<u>63,715</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 63,722</u></u>

CUSTODIAL FUNDS

Custodial funds are used to account for assets held by the government as a trustee or as an agent for individuals, private organizations, and other governments and that cannot be used to finance the governmental entity's own operating programs. The following funds are reported in this section:

- Street Lighting
- Soil Erosion

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**TOWN OF SMITHFIELD, RHODE ISLAND
CUSTODIAL FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024**

	<u>Soil Erosion</u>	<u>Street Lighting</u>	<u>Total Custodial Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 22,292	\$ 20,622	\$ 42,914
Interfund Receivable	108,420	-	108,420
Total Assets	<u>\$ 130,712</u>	<u>\$ 20,622</u>	<u>\$ 151,334</u>
LIABILITIES AND NET POSITION			
LIABILITIES			
Deposits Held in Custody	\$ -	\$ -	\$ -
NET POSITION			
Restricted for Soil Erosion	130,712	-	130,712
Restricted for Street Lighting	<u>-</u>	<u>20,622</u>	<u>20,622</u>
Total Net Position	<u>130,712</u>	<u>20,622</u>	<u>151,334</u>
Total Liabilities and Net Position	<u>\$ 130,712</u>	<u>\$ 20,622</u>	<u>\$ 151,334</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
CUSTODIAL FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2024**

	<u>Soil Erosion</u>	<u>Street Lighting</u>	<u>Total Custodial Funds</u>
ADDITIONS:			
Contributions:			
Investment Earning	\$ 5,002	\$ 2	\$ 5,004
Total Additions	<u>5,002</u>	<u>2</u>	<u>5,004</u>
DEDUCTIONS:			
Funds Distributed on Behalf of Others	<u>113,800</u>	<u>-</u>	<u>113,800</u>
Total Deductions	<u>113,800</u>	<u>-</u>	<u>113,800</u>
CHANGE IN NET POSITION HELD IN TRUST FOR INDIVIDUALS, ORGANIZATIONS, AND OTHER GOVERNMENTS	(108,798)	2	(108,796)
Net Position - Beginning of Year	<u>239,510</u>	<u>20,620</u>	<u>260,130</u>
NET POSITION - END OF YEAR	<u>\$ 130,712</u>	<u>\$ 20,622</u>	<u>\$ 151,334</u>

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**TOWN OF SMITHFIELD, RHODE ISLAND
FUNDS COMPRISING THE TOWN'S GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2024**

	General Fund	Inspection Fee Fund	Total General Fund
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
ASSETS			
Cash and Cash Equivalents	\$ 7,895,467	\$ 51,116	\$ 7,946,583
Investments	8,307,234	-	8,307,234
Taxes Receivable, Net	2,790,858	-	2,790,858
Other Receivables, Net	2,446,251	-	2,446,251
Due from Other Funds	11,581,667	12,375	11,594,042
Total Assets	33,021,477	63,491	33,084,968
DEFERRED OUTFLOWS OF RESOURCES			
	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 33,021,477	\$ 63,491	\$ 33,084,968
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 3,463,323	\$ 5,600	\$ 3,468,923
Other Payables	600,000	-	600,000
Interfund Payable	374,927	-	374,927
Due to Other Funds	17,098,560	-	17,098,560
Total Liabilities	21,536,810	5,600	21,542,410
DEFERRED INFLOWS OF RESOURCES			
Unavailable Property Tax Revenue	885,471	-	885,471
Opioid Settlement	138,530	-	138,530
Other	10,000	-	10,000
Total Deferred Inflows of Resources	1,034,001	-	1,034,001
FUND BALANCES			
Nonspendable	114,624	-	114,624
Committed	3,007,951	-	3,007,951
Unassigned	7,328,091	57,891	7,385,982
Total Fund Balances	10,450,666	57,891	10,508,557
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 33,021,477	\$ 63,491	\$ 33,084,968

**TOWN OF SMITHFIELD, RHODE ISLAND
FUNDS COMPRISING THE TOWN'S GENERAL FUND
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCES
YEAR ENDED JUNE 30, 2024**

	General Fund	Inspection Fee Fund	Total General Fund
REVENUES			
General Property Taxes	\$ 60,013,693	\$ -	\$ 60,013,693
Intergovernmental	11,982,385	-	11,982,385
Licenses, Fees, Fines, Charges, and Assessments	1,142,468	16	1,142,484
Investments	827,204	-	827,204
Total Revenues	73,965,750	16	73,965,766
EXPENDITURES			
Current:			
General Government	4,327,119	-	4,327,119
Public Safety	22,880,449	-	22,880,449
Public Works	5,265,256	-	5,265,256
Libraries	1,552,709	-	1,552,709
Recreation and Senior Center Activities	1,459,658	-	1,459,658
Benefits and other miscellaneous	2,706,971	-	2,706,971
Debt Service:			
Principal	2,845,000	-	2,845,000
Interest and Other Costs	1,868,183	-	1,868,183
Capital:			
Capital Expenditures	3,017,930	-	3,017,930
Total Expenditures	45,923,275	-	45,923,275
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	28,042,475	16	28,042,491
OTHER FINANCING SOURCES (USES)			
Transfers In	2,688,802	-	2,688,802
Transfers Out	(33,981,610)	-	(33,981,610)
Total Other Financing Sources (Uses)	(31,292,808)	-	(31,292,808)
NET CHANGE IN FUND BALANCES	(3,250,333)	16	(3,250,317)
Fund Balances - Beginning of Year	13,700,999	57,875	13,758,874
FUND BALANCES - END OF YEAR	\$ 10,450,666	\$ 57,891	\$ 10,508,557

**TOWN OF SMITHFIELD, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT
YEAR ENDED JUNE 30, 2024**

Tax Roll Year	Residential Real Property Mill Rate	Property Taxes		Supplemental Addendums (Net)	Refunds and Adjustments
		Receivable Beginning of Year	Current Year Assessment		
2024	14.44	\$ -	\$ 60,556,967	\$ 83,238	\$ -
2023	13.36	1,603,480	-	-	-
2022	17.13	69,652	-	-	-
2021	16.81	71,720	-	-	-
2020	16.81	76,318	-	-	-
2019	17.56	86,988	-	-	-
2018	17.56	81,831	-	-	-
2017	16.73	71,559	-	-	-
2016	17.57	70,721	-	-	-
2015	17.13	67,318	-	-	-
2014	17.52	80,283	-	-	-
2013	16.02	31,590	-	3,844	-
2012	15.85	19,589	-	-	-
2011	15.59	15,119	-	-	-
2010 and Prior	Various	371,473	-	-	-
Subtotal		2,717,641	<u>\$ 60,556,967</u>	<u>\$ 87,082</u>	<u>\$ -</u>
Less: Allowance for Uncollectible Accounts		(1,088,316)			
Total		<u>\$ 1,629,325</u>			

TOWN OF SMITHFIELD, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2024

Tax Roll Year	Abatements and Adjustments	Amount to be Collected	Collections During the Year	Property Taxes Receivable End of Year
2024	\$ 97,172	\$ 60,543,033	\$ 57,720,256	\$ 2,822,777
2023	41,136	1,562,344	1,500,859	61,485
2022	25	69,627	13,834	55,793
2021	-	71,720	2,773	68,947
2020	-	76,318	411	75,907
2019	-	86,988	76	86,912
2018	(50)	81,781	586	81,195
2017	(194)	71,365	452	70,913
2016	-	70,721	596	70,125
2015	-	67,318	924	66,394
2014	-	80,283	466	79,817
2013	3,844	31,590	4,139	27,451
2012	-	19,589	4,253	15,336
2011	-	15,119	4,023	11,096
2010 and Prior	-	371,473	-	371,473
Subtotal	<u>\$ 141,933</u>	<u>\$ 63,219,269</u>	<u>\$ 59,253,648</u>	<u>3,965,621</u>
Less: Allowance for Uncollectible Accounts				<u>(1,174,763)</u>
Total				<u>\$ 2,790,858</u>

TOWN OF SMITHFIELD, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2024

Tax Roll Year	FYE 2023 Cash Collections Summary			
	Subject to 60 Day Rule 7/1/2023 - 8/31/2023	Not Subject to 60 Day Rule 7/1/2023 - 6/30/2024	Subject to 60 Day Rule 7/1/2024 - 8/31/2024	Tax Revenue Recognized During the Year
2024	\$ -	\$ 57,720,256	1,753,794.14	\$ 59,474,050
2023	996,668	504,191	(3,969.54)	500,221
2022	4,589	9,245	2,425.62	11,671
2021	717	2,056	342.34	2,399
2020	215	196	310.23	506
2019	76	-	443	443
2018	-	586	582.58	1,169
2017	11	441	338.98	780
2016	257	338	30.35	369
2015	444	480	77.23	557
2014	381	85	292.38	377
2013	-	4,139	-	4,139
2012	-	4,253	-	4,253
2011	20	4,003	-	4,003
2010 and Prior	-	-	-	-
Total	<u>\$ 1,003,379</u>	<u>\$ 58,250,270</u>	<u>\$ 1,754,667</u>	<u>\$ 60,004,937</u>

**TOWN OF SMITHFIELD, RHODE ISLAND
TAX COLLECTOR'S ANNUAL REPORT (CONTINUED)
YEAR ENDED JUNE 30, 2024**

**Schedule of Net Assessed Property Value by Category
Assessed December 31, 2022 - (2023 Tax Roll)**

	Valuation	Levy
Real Property	\$3,558,565,799	\$ 51,099,262
Tangible Personal Property	232,609,070	9,457,705
Total	3,791,174,869	60,556,967
Less: Exemptions	131,428,512	-
Net Assessed Value	<u>\$3,659,746,357</u>	<u>60,556,967</u>
Current Year Assessment		<u><u>\$ 60,556,967</u></u>

Reconciliation of Current Year Property Tax Revenue

Current Year Collections	\$ 59,253,648
Revenue Received 60 Days Subsequent to Fiscal Year Ending June 30, 2024	<u>1,754,667</u>
Subtotal	61,008,315
Prior Year Revenue Received in Current Year Fiscal Year Ending June 30, 2023 - 60 Day Rule	<u>(1,003,379)</u>
Current Year Property Tax Revenue	<u><u>\$ 60,004,936</u></u>

Town of Smithfield
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2024

<u>REVENUE</u>	<u>Municipal</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ 59,482,807	\$ -
Last Year's Levy Tax Collection	500,221	-
Prior Years Property Tax Collection	30,665	-
Interest & Penalty	211,791	-
PILOT & Tax Treaty (excluded from levy) Collection	-	-
Other Local Property Taxes	-	-
Licenses and Permits	1,165,187	-
Fines and Forfeitures	-	-
Investment Income	615,957	-
Departmental	-	-
Rescue Run Revenue	1,260,953	-
Police & Fire Detail	559,981	-
Other Local Non-Property Tax Revenues	-	-
Tuition	-	515,384
Impact Aid	-	-
Medicaid	-	185,490
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	347,664
CDBG	-	-
COPS Grants	-	-
SAFER Grants	435,846	-
Other Federal Aid Funds	-	1,508,581
COVID - ESSER	-	1,150,576
COVID - CRF	-	-
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
COVID - ARPA	1,688,762	7,234
MV Excise Tax Reimbursement	-	-
State PILOT Program	1,170,041	-
Distressed Community Relief Fund	-	-
Library Resource Aid	-	-
Library Construction Aid	-	-
Public Service Corporation Tax	289,652	-
Meals & Beverage Tax / Hotel Tax	1,439,193	-
LEA Aid	-	8,854,881
Group Home	-	-
Housing Aid Capital Projects	167,258	-
Housing Aid Bonded Debt	1,381,701	-
State Food Service Revenue	-	10,851
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	-	54,169
Motor Vehicle Phase Out	7,098,694	-
Other Revenue	-	1,165,811
Local Appropriation for Education	-	33,871,610
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	\$ 77,498,707	\$ 47,672,251
Financing Sources: Transfer from Capital Funds	\$ 2,048,498	\$ -
Financing Sources: Transfer from Other Funds	640,304	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	-	-
Rounding	-	-
Total Other Financing Sources	\$ 2,688,802	\$ -

Town of Smithfield
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2024

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	\$ 831,429	\$ 673,709	\$ 265,127	\$ -	\$ 403,135	\$ -	\$ 1,436,868	\$ 524,239	\$ 4,477,127
Compensation - Group B	-	-	-	-	-	-	-	-	806,775
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	1,148	3,419	6,089	-	376	-	123,623	10,750	679,413
Overtime - Group B	-	-	-	-	-	-	-	-	122,456
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	524,653
Active Medical Insurance - Group A	82,842	172,757	66,791	-	106,766	-	430,800	60,231	832,307
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	159,850
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental Insurance- Group A	4,077	7,451	2,890	-	5,053	-	16,818	3,883	32,211
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	6,786
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	57,889	50,942	20,091	-	30,173	-	116,206	40,322	506,709
Life Insurance	1,498	1,913	866	-	1,282	-	4,133	1,083	11,985
State Defined Contribution- Group A	6,502	5,702	2,410	-	3,108	-	12,631	3,633	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	6,918
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	14,503	-	-	-	-	-	-	2,921	106,669
Other Benefits- Group B	-	-	-	-	-	-	-	-	-
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	1,386,907
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	87,350	57,101	20,769	-	34,235	-	114,173	31,316	409,166
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	64,182
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-	-
Purchased Services	1,126,561	24,007	3,836	-	65,218	-	798,770	53,943	60,852
Materials/Supplies	107,682	6,509	27,782	-	2,755	-	242,099	57,597	105,626
Software Licenses	220,510	-	-	-	-	-	-	-	30,000
Capital Outlays	328,252	-	166,654	-	-	-	454,331	294,772	527,424
Insurance	1,009,622	-	-	-	-	-	-	-	-
Maintenance	46	-	48,500	-	-	-	5,904	4,159	36,584
Vehicle Operations	604	-	9,214	-	162	-	256,338	35,391	126,574
Utilities	41,717	7,585	36,508	-	2,496	-	368,996	52,638	68,351
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	35,507	-	-
Revaluation	-	6,579	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	34,200	-	-
Trash Removal & Recycling	-	-	-	-	-	-	1,335,407	-	-
Claims & Settlements	-	-	-	-	-	-	-	-	-
Community Support	75,893	-	-	-	-	-	-	-	-
Other Operation Expenditures	-	-	-	-	-	1,560,359	-	1,792	-
Tipping Fees	-	-	-	-	-	-	352,632	-	-
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	\$ 3,998,127	\$ 1,017,673	\$ 677,527	\$ -	\$ 654,758	\$ 1,560,359	\$ 6,139,437	\$ 1,178,669	\$ 11,089,526

Town of Smithfield
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2024

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	\$ 6,268,666	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,880,298	\$ 19,452,243
Compensation - Group B	435,415	-	197,612	-	-	-	1,439,802	2,218,432
Compensation - Group C	-	-	-	-	-	-	-	4,000,118
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	1,451,951	-	-	-	-	-	2,276,769	-
Overtime - Group B	82,622	-	23,456	-	-	-	228,535	-
Overtime - Group C	-	-	-	-	-	-	-	34,045
Police & Fire Detail	-	-	-	-	-	-	524,653	-
Active Medical Insurance - Group A	1,271,812	-	-	-	-	-	3,024,306	2,420,113
Active Medical Insurance- Group B	51,982	-	31,142	-	-	-	242,975	273,756
Active Medical Insurance- Group C	-	-	-	-	-	-	-	1,082,223
Active Dental insurance- Group A	54,807	-	-	-	-	-	127,190	126,327
Active Dental Insurance- Group B	184,250	-	1,238	-	-	-	192,273	12,265
Active Dental Insurance- Group C	-	-	-	-	-	-	-	50,115
Payroll Taxes	659,660	-	17,436	-	-	-	1,499,428	670,494
Life Insurance	16,480	-	650	-	-	-	39,891	82,152
State Defined Contribution- Group A	-	-	824	-	-	-	34,810	464,810
State Defined Contribution - Group B	-	-	1,659	-	-	-	8,576	53,625
State Defined Contribution - Group C	-	-	-	-	-	-	-	38,601
Other Benefits- Group A	155,184	-	-	-	-	-	279,277	129,599
Other Benefits- Group B	-	-	-	-	-	-	-	54,282
Other Benefits- Group C	-	-	-	-	-	-	-	12,279
Local Defined Benefit Pension- Group A	850,087	-	-	-	-	-	2,236,994	-
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	259,378	-	7,103	-	-	-	1,020,592	2,872,252
State Defined Benefit Pension - Group B	14,390	-	10,592	-	-	-	89,164	308,140
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	342,746
Other Defined Benefit / Contribution	-	-	-	-	-	-	-	-
Purchased Services	145,159	-	1,706	-	-	-	2,280,052	8,443,899
Materials/Supplies	305,424	-	22,778	-	-	-	878,251	757,579
Software Licenses	34,321	-	-	-	-	-	284,831	25,743
Capital Outlays	497,165	-	501	-	-	-	2,269,100	356,176
Insurance	-	-	-	-	-	-	1,009,622	288,375
Maintenance	-	-	-	-	-	-	95,194	1,103,103
Vehicle Operations	508,615	-	892	-	-	-	937,790	12,157
Utilities	72,129	-	10,519	-	-	-	660,938	776,988
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	35,507	-
Revaluation	-	-	-	-	-	-	6,579	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	34,200	-
Trash Removal & Recycling	-	-	-	-	-	-	1,335,407	-
Claims & Settlements	-	-	-	-	-	-	-	12,380
Community Support	-	-	-	-	-	-	75,893	-
Other Operation Expenditures	1,745	-	-	-	-	-	1,563,896	1,613,334
Tipping Fees	-	-	-	-	-	-	352,632	-
Local Appropriation for Education	-	-	-	33,871,610	-	-	33,871,610	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	2,456,316	-	-	2,456,316	-
Municipal Debt- Principal	-	-	-	-	2,845,000	-	2,845,000	-
Municipal Debt- Interest	-	-	-	-	1,868,183	-	1,868,183	-
School Debt- Principal	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	247,898
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	9,096
OPEB Contribution- Total	-	-	-	-	-	1,339,251	1,339,251	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	\$ 13,321,240	\$ -	\$ 328,108	\$ 36,327,926	\$ 4,713,183	\$ 1,339,251	\$ 82,345,784	\$ 48,345,345

Financing Uses: Transfer to Capital Funds	\$ 110,000	\$ -
Financing Uses: Transfer to Other Funds	1,200,000	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	\$ 1,310,000	\$ -
Net Change in Fund Balance¹	(3,468,275)	(673,094)
Fund Balance1- beginning of year	\$12,867,542	\$4,217,314
Funds removed from Reportable Government Services (RGS)	-	-
Funds added to Reportable Government Services (RGS)	-	-
Prior period adjustments	-	-
Misc. Adjustment	1	-
Fund Balance¹ - beginning of year adjusted	12,867,543	4,217,314
Rounding	-	-
Fund Balance¹ - end of year	\$ 9,399,268	\$ 3,544,220

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

Town of Smithfield
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2024

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, 2023						\$ 12,867,542	\$ -	\$ 12,867,542	
<i>No funds removed from RGS for fiscal 2023</i>						-	-	-	
<i>No funds added to RGS for Fiscal 2023</i>						-	-	-	
<i>Misc. adjustments made for fiscal 2023</i>						1	-	1	
Fund Balance¹ - per MTP-2 at June 30, 2024 adjusted						<u>\$ 12,867,543</u>	<u>\$ -</u>	<u>\$ 12,867,543</u>	
General Fund	\$ 74,023,796	\$ 2,688,802	\$ 45,923,275	\$ 33,981,610	\$ (3,192,287)	\$ 13,758,874	\$ -	\$ 13,758,874	\$ 10,566,587
Fire Rescue Billing Fund	1,261,493	-	330,906	1,200,000	(269,413)	(915,493)	-	(915,493)	(1,184,906)
Revaluation Escrow	4	-	6,579	-	(6,575)	24,162	-	24,162	17,587
American Rescue Plan	1,688,762	-	1,688,762	-	-	-	-	-	-
Totals per audited financial statements	<u>\$ 76,974,055</u>	<u>\$ 2,688,802</u>	<u>\$ 47,949,522</u>	<u>\$ 35,181,610</u>	<u>\$ (3,468,275)</u>	<u>\$ 12,867,543</u>	<u>\$ -</u>	<u>\$ 12,867,543</u>	<u>\$ 9,399,268</u>
Reconciliation from financial statements to MTP2									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	\$ -	\$ -	\$ 33,871,610	\$ (33,871,610)	\$ -	\$ -	\$ -	\$ -	\$ -
Police and Fire Detail are net in audit but gross on MTP	524,653	-	524,653	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 77,498,707</u>	<u>\$ 2,688,802</u>	<u>\$ 82,345,784</u>	<u>\$ 1,310,000</u>	<u>\$ (3,468,275)</u>	<u>\$ 12,867,543</u>	<u>\$ -</u>	<u>\$ 12,867,543</u>	<u>\$ 9,399,268</u>

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

Town of Smithfield
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2024

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, 2023 <i>No misc. adjustments made for fiscal 2023</i>						\$ 4,217,314	\$ -	\$ 4,217,314	
Fund Balance¹ - per MTP-2 at June 30, 2024 adjusted						<u>\$ 4,217,314</u>	<u>\$ -</u>	<u>\$ 4,217,314</u>	
School Unrestricted Fund	\$ 11,793,636	\$ 33,871,610	\$ 44,966,841	\$ 98,615	\$ 599,790	\$ 1,787,958	\$ -	\$ 1,787,958	\$ 2,387,748
Enterprise Fund ¹	922,196	-	909,890	-	12,306	731,193	-	731,193	743,499
SBA School Capital Project Fund	229,642	98,615	1,601,371	-	(1,273,114)	1,387,631	-	1,387,631	114,517
School Special Revenue Funds	3,068,767	-	3,084,702	-	(15,935)	328,744	-	328,744	312,809
Totals per audited financial statements	<u>\$ 16,014,241</u>	<u>\$ 33,970,225</u>	<u>\$ 50,562,804</u>	<u>\$ 98,615</u>	<u>\$ (676,953)</u>	<u>\$ 4,235,526</u>	<u>\$ -</u>	<u>\$ 4,235,526</u>	<u>\$ 3,558,573</u>
<u>Reconciliation from financial statements to MTP2</u>									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	\$ 33,871,610	\$ (33,871,610)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(2,213,600)	-	(2,213,600)	-	-	-	-	-	-
Transfer from School Unrestricted to the School Capital Projects Fund is reported as an Other Financing Sources and Use for GAAP while it is not reported in UCOA or the MTP2 because the transfers net out to zero.	-	(98,615)	-	(98,615)	-	-	-	-	-
Capital Asset Depr for School Lunch not in UCOA or MTP	-	-	(3,859)	-	3,859	\$ (18,212)	-	(18,212)	(14,353)
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	<u>\$ 47,672,251</u>	<u>\$ -</u>	<u>\$ 48,345,345</u>	<u>\$ -</u>	<u>\$ (673,094)</u>	<u>\$ 4,217,314</u>	<u>\$ -</u>	<u>\$ 4,217,314</u>	<u>\$ 3,544,220</u>
<u>Reconciliation from MTP2 to UCOA</u>									
Miscellaneous variance between MTP2 and UCOA	<u>\$ (7)</u>		<u>\$ (11)</u>						
Totals per UCOA Validated Totals Report 12/6/24	<u>\$ 47,672,244</u>		<u>\$ 48,345,334</u>						

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

STATISTICAL SECTION

This part of the Town's annual comprehensive financial report presents information to supplement and provide the multi-year trend information to enable readers to gain a better understanding of the Town's financial health.

Financial Trends

Tables 1 through 4 contain trend information to help the reader understand changes in financial performance over a period of time.

Revenue Capacity

Tables 5 through 8 contain information to help the reader assess the factors affecting the Town's ability to generate property tax revenue.

Debt Capacity

Tables 9 through 12 and 18 contain information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Demographic and Economic Information

Tables 13 and 14 contain demographic information to help the reader understand the environment in which the Town's financial activities take place.

Operating Information

Tables 15 through 17 contain information about the Town's operations and resources over a period of time.

Other Information

Tables 19 and 20 contain additional information about the Town that Town officials believe is useful to the reader of the annual comprehensive financial report.:

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TABLE 1

**TOWN OF SMITHFIELD, RHODE ISLAND
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net Investment in Capital Assets	\$ 50,933,447	\$ 40,697,172	\$ 37,425,679	\$ 66,789,529	\$ 34,974,107	\$ 28,627,378	\$ 27,650,381	\$ 25,498,777	\$ 29,443,616	\$ 24,868,591
Restricted	9,154,794	8,245,417	1,734,861	10,244,153	63,697	63,690	63,684	-	-	-
Unrestricted	(91,767,054)	(87,520,401)	(84,631,608)	(87,420,873)	(94,532,311)	(85,573,005)	(81,741,924)	(81,130,827)	(49,129,547)	(42,984,286)
Total Governmental Activities										
Net Position	<u>\$ (31,678,813)</u>	<u>\$ (38,577,812)</u>	<u>\$ (45,471,068)</u>	<u>\$ (10,387,191)</u>	<u>\$ (59,494,507)</u>	<u>\$ (56,881,937)</u>	<u>\$ (54,027,859)</u>	<u>\$ (55,632,050)</u>	<u>\$ (19,685,931)</u>	<u>\$ (18,115,695)</u>
Business-Type Activities:										
Net Investment in Capital Assets	\$ 12,349,326	\$ 12,638,752	\$ 14,545,661	\$ 15,219,555	\$ 14,713,984	\$ 13,395,950	\$ 13,796,704	\$ 14,238,797	\$ 13,983,221	\$ 13,998,192
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	8,630,805	8,382,355	6,858,855	5,974,639	6,107,711	7,168,786	6,428,096	6,150,747	6,557,260	6,509,927
Total Business-Type Activities										
Net Position	<u>\$ 20,980,131</u>	<u>\$ 21,021,107</u>	<u>\$ 21,404,516</u>	<u>\$ 21,194,194</u>	<u>\$ 20,821,695</u>	<u>\$ 20,564,736</u>	<u>\$ 20,224,800</u>	<u>\$ 20,389,544</u>	<u>\$ 20,540,481</u>	<u>\$ 20,508,119</u>
Primary Government:										
Net Investment in Capital Assets	\$ 63,282,773	\$ 53,335,924	\$ 51,971,340	\$ 82,009,084	\$ 49,688,091	\$ 42,023,328	\$ 41,447,085	\$ 39,737,574	\$ 43,426,837	\$ 38,866,783
Restricted	9,154,794	8,245,417	1,734,861	10,244,153	63,697	63,690	63,684	-	-	-
Unrestricted	(83,136,249)	(79,138,046)	(77,772,753)	(81,446,234)	(88,424,600)	(78,404,219)	(75,313,828)	(74,980,080)	(42,572,287)	(36,474,359)
Total Primary Government										
Net Position	<u>\$ (10,698,682)</u>	<u>\$ (17,556,705)</u>	<u>\$ (24,066,552)</u>	<u>\$ 10,807,003</u>	<u>\$ (38,672,812)</u>	<u>\$ (36,317,201)</u>	<u>\$ (33,803,059)</u>	<u>\$ (35,242,506)</u>	<u>\$ 854,550</u>	<u>\$ 2,392,424</u>

Notes:

- 1) During the fiscal year ended June 30, 2015 the Town of Smithfield implemented GASB Statement #68
- 2) During the fiscal year ended June 30, 2017 the Town of Smithfield implemented GASB Statement #75
- 3) During the fiscal year ended June 30, 2022 the Town of Smithfield implemented GASB Statement #87
- 4) During the fiscal year ended June 30, 2023 the Town of Smithfield implemented GASB Statement #96

Source: Town of Smithfield Annual Comprehensive Financial Report

TABLE 2

TOWN OF SMITHFIELD, RHODE ISLAND
CHANGES IN NET POSITION OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
EXPENSES										
Governmental Activities:										
General Government	\$ 7,049,711	\$ 6,030,264	\$ 6,457,657	\$ 6,975,320	\$ 7,254,573	\$ 6,867,551	\$ 6,057,484	\$ 8,144,022	\$ 6,093,690	\$ 5,442,335
Public Safety	24,999,349	23,270,415	22,935,544	17,392,003	21,723,634	21,668,389	15,703,311	16,214,772	16,897,957	15,190,320
Public Works	5,406,355	5,347,045	4,638,429	3,963,795	5,934,981	5,409,066	5,946,232	6,530,032	6,683,729	5,910,910
Public Health and Assistance	-	-	-	22	70	57	-	5,938	7,938	5,992
Public Libraries	1,560,359	1,516,642	1,471,571	1,454,008	1,454,008	1,414,008	1,374,433	1,321,571	1,283,079	1,254,265
Education	47,035,894	45,531,720	81,996,109	46,121,158	44,817,126	44,195,452	43,456,074	39,839,753	40,028,913	35,265,621
Recreation and Senior Activities	2,046,014	2,284,534	1,527,187	1,233,636	1,680,410	1,417,649	2,023,191	1,822,960	1,510,668	2,204,210
Interest on Long-Term Debt	900,318	1,818,004	1,492,949	442,383	660,383	713,342	761,655	824,421	587,477	534,407
Total Governmental Activities Expenses	88,998,000	85,798,624	120,519,446	77,582,324	83,525,185	81,685,513	75,322,380	74,703,469	73,093,450	65,808,060
Business-Type Activities:										
Sewer Authority	3,798,259	3,550,251	3,390,562	3,247,002	3,368,785	3,314,836	3,291,898	3,261,790	2,835,209	3,067,255
Water Supply Board	1,593,324	1,545,854	1,535,488	1,336,110	1,348,593	1,298,931	1,333,566	1,430,372	1,281,454	1,336,587
Smithfield Ice Rink	826,827	803,696	729,444	646,527	720,357	727,006	699,730	716,387	709,963	650,176
School Lunch Program	909,889	1,024,514	996,893	558,623	462,491	580,592	581,647	509,384	514,881	549,031
Total Business-Type Activities Expenses	7,128,299	6,924,315	6,652,387	5,788,262	5,900,226	5,921,365	5,906,841	5,917,933	5,341,507	5,603,049
Total Primary Government Expenses	96,126,299	92,722,939	127,171,833	83,370,586	89,425,411	87,606,878	81,229,221	80,621,402	78,434,957	71,411,109
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
General Government	1,281,087	3,749,824	23,272	1,686,556	1,462,060	1,581,074	1,490,992	1,689,365	1,520,598	1,164,955
Public Safety	1,584,692	1,861,471	531,828	1,143,695	1,594,316	1,716,159	1,804,349	1,834,694	1,454,357	1,831,315
Public Works	-	692,814	4,132,526	307,304	-	-	-	-	-	-
Education	524,125	931,503	2,766,435	457,841	502,786	484,370	380,780	332,466	311,538	238,152
Recreation and Senior Activities	13,797	405,194	20,292	993,007	11,450	24,710	15,623	17,981	487	3,147
Operating Grants and Contributions	20,083,915	15,249,852	11,661,457	12,057,992	12,340,694	12,918,714	11,960,468	9,587,133	10,044,589	7,943,116
Capital Grants and Contributions	229,642	1,198,745	104,354	43,113,729	453,401	-	107,501	26,079	56,487	213,473
Total Governmental Activities Program Revenues	23,717,258	24,089,403	19,240,164	59,760,124	16,568,707	16,725,027	15,759,713	13,549,718	13,388,056	11,394,158
Business-Type Activities:										
Charges for Services:										
Sewer Authority	3,549,871	3,165,376	3,066,687	3,140,110	3,209,934	3,256,195	3,208,751	3,138,371	3,079,643	3,068,610
Water Supply Board	2,122,158	2,004,387	2,016,674	2,086,224	1,694,466	1,629,546	1,713,663	1,506,221	1,481,283	1,545,776
Smithfield Ice Rink	792,478	770,481	761,403	625,498	666,194	707,398	679,316	709,539	753,759	683,279
School Lunch Program	547,341	534,729	1,427,901	700,332	272,715	382,833	339,499	350,930	344,582	355,156
Operating Grants and Contributions	374,855	483,177	32,883	14,448	205,720	200,581	176,182	176,704	183,314	208,807
Total Business-Type Activities Program Revenues	7,386,703	6,958,150	7,305,548	6,566,612	6,079,029	6,176,553	6,117,411	5,881,765	5,842,581	5,861,628
Total Primary Government Program Revenues	31,103,961	31,047,553	26,545,712	66,326,736	22,647,736	22,901,580	21,877,124	19,431,483	19,230,637	17,255,786

TABLE 2 (CONTINUED)

TOWN OF SMITHFIELD, RHODE ISLAND
CHANGES IN NET POSITION OF GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
NET REVENUE (EXPENSE)										
Governmental Activities	\$ (65,280,742)	\$ (61,709,221)	\$ (101,279,282)	\$ (17,822,200)	\$ (66,956,478)	\$ (64,960,486)	\$ (59,562,667)	\$ (61,153,751)	\$ (59,705,394)	\$ (54,413,902)
Business-Type Activities	258,404	33,835	653,161	778,350	178,803	255,188	210,570	(36,168)	501,074	258,579
Total Primary Government Net Revenue (Expense)	(65,022,338)	(61,675,386)	(100,626,121)	(17,043,849)	(66,777,675)	(64,705,297)	(59,352,097)	(61,189,919)	(59,204,319)	(54,155,323)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Property Taxes	60,423,935	58,132,647	60,202,798	60,033,868	60,497,092	59,217,006	58,219,004	56,793,959	55,782,572	54,525,300
Motor Vehicle Phase-Out Taxes	7,098,694	7,098,694	3,559,726	2,967,540	1,990,919	974,786	853,791	267,710	255,759	253,182
Public Utilities (Telephone) Tax	289,702	269,260	258,355	269,396	272,386	272,126	268,766	279,390	265,491	291,036
Hotel, Meals, and Beverage Tax	1,439,143	1,322,762	1,153,398	862,394	1,046,105	967,938	976,227	911,374	864,020	815,070
Other Miscellaneous	1,586,950	569,644	316,364	85,932	-	-	-	-	-	-
Unrestricted Investment Earnings	865,278	754,993	258,360	422,580	537,406	673,786	419,070	346,587	467,318	429,541
Transfers and Special Items	476,039	454,475	446,403	2,027,414	-	-	430,000	150,000	500,000	500,000
Total Governmental Activities General Revenues and Other Changes in Net Position	72,179,741	68,602,474	66,195,404	66,669,124	64,343,908	62,105,642	61,166,858	58,749,020	58,135,160	56,814,129
Business-Type Activities:										
Unrestricted Investment Earnings & Other Transfers	176,659	37,231	3,564	26,016	78,156	84,748	54,686	35,231	31,288	19,516
Total Business-Type Activities General Revenues and Other Changes in Net Position	(476,039)	(454,475)	(446,403)	(431,867)	-	-	(430,000)	(150,000)	(500,000)	(500,000)
Total Primary Government General Revenues and Other Changes in Net Position	(299,380)	(417,244)	(442,839)	(405,851)	78,156	84,748	(375,314)	(114,769)	(468,712)	(480,484)
Total Primary Government General Revenues and Other Changes in Net Position	71,880,361	68,185,230	65,752,565	66,263,273	64,422,064	62,190,390	60,791,544	58,634,251	57,666,448	56,333,645
CHANGE IN NET POSITION										
Governmental Activities	6,898,999	6,893,253	(35,083,878)	48,846,924	(2,612,570)	(2,854,844)	1,604,191	(2,404,731)	(1,570,234)	2,400,227
Business-Type Activities	(40,976)	(383,409)	210,322	372,499	256,959	339,936	(164,744)	(150,937)	32,362	(221,905)
Total Primary Government Change in Net Position	\$ 6,858,023	\$ 6,509,846	\$ (34,873,556)	\$ 49,219,423	\$ (2,355,611)	\$ (2,514,908)	\$ 1,439,447	\$ (2,555,668)	\$ (1,537,872)	\$ 2,178,322

Notes:

- 1) During the fiscal year ended June 30, 2015 the Town of Smithfield implemented GASB Statement #68
- 2) During the fiscal year ended June 30, 2017 the Town of Smithfield implemented GASB Statement #75
- 3) During the fiscal year ended June 30, 2022 the Town of Smithfield implemented GASB Statement #87
- 4) During the fiscal year ended June 30, 2023 the Town of Smithfield implemented GASB Statement #96

Source: Town of Smithfield Annual Comprehensive Financial Report

TABLE 3

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

	Fiscal Year Ended June 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
GENERAL FUND										
Nonspendable	\$ 114,228	\$ 889,340	\$ 2,246,834	\$ 2,006,020	\$ 2,817,150	\$ 1,554,471	\$ 1,384,263	\$ 1,340,454	\$ 1,225,584	\$ 1,237,689
Restricted	-	-	-	-	-	-	-	37,625	30,438	24,398
Committed	3,066,238	5,939,625	4,868,674	6,352,751	6,873,690	7,138,990	6,813,010	7,835,554	7,777,967	7,942,884
Assigned	-	-	-	-	-	1,375,528	2,272,433	2,422,816	3,180,000	3,180,000
Unassigned	10,508,557	6,929,909	6,638,892	6,300,392	5,382,786	5,580,737	5,111,036	4,526,549	3,908,877	3,372,908
Total General Fund	13,689,023	13,758,874	13,754,400	14,659,163	15,073,626	15,649,726	15,580,742	16,162,998	16,122,866	15,757,879
ALL OTHER GOVERNMENTAL FUNDS										
Nonspendable	205,121	209,325	-	4,677	26,428	29,722	183,813	189,919	66,322	55,404
Restricted	1,264,453	997,669	1,734,861	10,244,153	1,349,961	1,579,076	1,731,413	1,207,670	2,214,940	374,046
Committed	8,858,499	12,707,451	9,342,143	9,437,792	8,955,661	8,295,266	8,447,316	9,299,847	8,447,235	8,714,952
Unassigned	(4,820,428)	(4,053,141)	(2,957,405)	(3,158,652)	(7,150,609)	(1,800,031)	(1,264,058)	(551,878)	(3,881,136)	(1,431,632)
Total All Other Governmental Funds	5,507,645	9,861,304	8,119,599	16,527,970	3,181,441	8,104,033	9,098,484	10,145,558	6,847,361	7,712,770
Total Governmental Funds	\$19,196,668	\$23,620,178	\$21,873,999	\$31,187,133	\$18,255,067	\$23,753,759	\$24,679,226	\$26,308,556	\$22,970,227	\$23,470,649

Source: Town of Smithfield Annual Comprehensive Financial Report

TABLE 4

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

	Fiscal Year Ended June 30									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
REVENUES										
Property Taxes	\$60,013,693	\$ 58,132,647	\$60,202,797	\$60,033,868	\$59,499,170	\$58,426,359	\$57,666,227	\$56,202,307	\$55,243,808	\$53,704,073
Intergovernmental Revenues	17,641,126	25,260,813	16,276,778	57,650,545	13,718,342	12,743,595	11,687,214	9,728,776	9,434,679	8,781,313
Licenses, Fees, Charges, Fines, and Assessmen	2,879,760	3,777,125	3,226,963	3,057,914	3,459,851	3,254,787	3,104,276	3,286,069	2,818,910	2,678,663
Investment Income	865,295	669,755	260,000	424,379	537,406	673,786	419,070	346,587	467,318	429,541
Other ^(A)	12,942,157	3,762,356	6,137,765	2,921,179	2,749,690	2,784,656	2,788,852	2,720,224	2,588,211	2,245,796
Total Revenues	94,342,031	91,602,696	86,104,303	124,087,885	79,964,459	77,883,183	75,665,639	72,283,963	70,552,926	67,839,386
EXPENDITURES										
Current:										
General Government	3,772,661	3,747,924	3,501,319	3,661,152	3,381,621	3,426,990	3,279,869	2,576,436	2,524,930	2,575,478
Public Safety	23,908,022	22,332,140	22,848,726	21,170,302	19,709,595	19,084,473	17,944,808	11,174,390	10,721,051	10,700,369
Public Services	5,265,256	4,371,645	4,618,687	4,823,883	4,723,544	4,217,058	4,602,102	3,717,755	3,654,021	3,121,322
Public Health and Assistance	-	-	-	22	70	57	-	5,938	7,938	5,992
Libraries	1,552,709	1,516,642	1,471,571	1,454,008	1,454,008	1,414,008	1,374,433	1,321,571	1,283,079	1,254,265
Education	48,979,801	46,839,362	85,335,138	43,038,775	42,014,510	42,167,800	40,605,976	38,941,851	37,628,696	36,506,850
Recreation, Senior Center, and Neighborhood Center	1,804,852	2,201,435	1,497,182	1,161,044	1,498,419	1,297,984	1,826,783	1,217,739	1,011,640	1,529,780
Miscellaneous	3,352,086	1,931,368	2,927,311	2,611,198	2,385,204	2,244,657	2,087,185	8,930,260	9,118,190	8,583,333
Capital Expenditures	9,073,476	9,409,925	12,337,802	33,168,226	7,987,727	2,601,811	3,613,288	5,568,419	9,646,888	2,019,461
Debt Service:										
Principal	2,845,000	2,790,000	1,650,000	7,964,000	1,600,000	1,595,000	1,585,000	1,338,400	1,677,710	1,695,970
Interest	1,868,183	1,788,551	1,328,600	795,988	708,453	758,812	805,525	807,191	571,767	530,883
Total Expenditures	102,422,046	96,928,992	137,516,336	119,848,597	85,463,151	78,808,650	77,724,969	75,599,950	77,845,910	68,523,703
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(8,080,015)	(5,326,296)	(51,412,033)	4,239,288	(5,498,692)	(925,467)	(2,059,330)	(3,315,987)	(7,292,984)	(684,317)
OTHER FINANCING SOURCES (USES)										
Proceeds from Debt Issuance	-	6,618,000	35,985,000	-	-	-	-	6,075,000	6,292,564	-
Proceeds from Refunding Bond Issuance	-	-	-	6,405,000	-	-	-	-	-	-
Premium on Bonds	-	-	5,836,042	-	-	-	-	429,320	-	-
Nond Issuance Costs	-	-	(315,083)	-	-	-	-	-	-	-
Lease Proceeds	-	-	146,537	-	-	-	-	-	-	-
Transfers In	36,769,027	37,935,369	35,240,577	35,086,157	34,916,380	34,169,078	34,888,081	32,284,731	31,775,578	30,622,192
Transfers Out	(36,292,988)	(37,480,894)	(34,794,174)	(33,058,743)	(34,916,380)	(34,169,078)	(34,458,081)	(32,134,731)	(31,275,578)	(30,122,192)
Total Other Financing Sources (Uses)	476,039	7,072,475	42,098,899	8,432,414	-	-	430,000	6,654,320	6,792,564	500,000
NET CHANGE IN FUND BALANCES	\$ (7,603,976)	\$ 1,746,179	\$ (9,313,134)	\$12,671,702	\$ (5,498,692)	\$ (925,467)	\$ (1,629,330)	\$ 3,338,333	\$ (500,420)	\$ (184,317)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES ⁽¹⁾	5.10%	5.23%	2.38%	10.09%	2.95%	3.06%	3.20%	3.02%	3.30%	3.35%

Notes:

This schedule includes expenditures of the General Fund, Special Revenue Funds, Capital Project Funds, and Permanent Funds.

⁽¹⁾ The ratio uses the capitalized capital outlay expenditure on [page 25](#).

^(A) Includes State On-Behalf Pension, transportation contributions, and Medicaid.

Source: Town of Smithfield Annual Comprehensive Financial Report

TABLE 5

TOWN OF SMITHFIELD, RHODE ISLAND
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year ¹ Ended June 30,	Assessed Value Real Property		Assessed Value Personal Property		Less:	Less:	Total Taxable	Total Direct Tax Rate ⁴	Estimated	Assessed Value ²
	Residential Property ²	Commercial Property ³	Tangible Property	Motor Vehicle	Tax Exempt Real Property	Tax Exempt Personal Property	Assessed Value		Actual Value Taxable Value	as a Percentage of Actual Value
2024	\$ 2,717,537,542	\$ 841,028,257	\$ 232,609,070	\$ -	\$ 57,134,281	\$ 74,294,231	\$ 3,659,746,357	22.68 %	\$ 3,990,710,388	95.00 %
2023	2,699,542,510	844,392,080	214,631,560	-	69,213,614	66,799,444	3,622,553,088	22.91	3,813,213,777	98.57
2022	2,447,758,850	750,513,790	213,039,780	190,318,519	402,132,600	137,303,656	3,062,194,683	25.72	3,791,190,462	95.00
2021	2,472,060,980	742,614,470	186,688,958	210,371,260	427,727,726	124,377,021	3,059,630,921	25.07	3,801,827,019	95.00
2020	2,436,576,820	744,869,040	193,618,957	221,740,200	450,677,378	117,299,263	3,028,828,376	24.70	3,786,110,544	95.00
2019	2,349,172,578	498,226,570	156,828,120	192,843,927	366,186,325	53,217,457	2,777,667,413	26.82	3,365,338,100	95.00
2018	2,345,173,900	469,152,370	151,864,110	197,143,743	363,452,746	44,810,196	2,755,071,181	26.24	3,329,825,393	95.00
2017	2,327,709,570	465,260,470	151,592,260	216,195,145	361,726,559	49,733,892	2,749,296,994	25.11	3,327,113,100	95.00
2016	2,634,505,210	-	149,574,240	207,165,270	351,958,162	48,076,855	2,591,209,703	25.87	3,083,757,442	97.00
2015	2,619,157,488	-	152,937,500	200,497,053	350,192,364	47,487,058	2,574,912,619	20.88	3,109,405,901	95.60

Notes:

Tax Rates are per \$1,000 of assessed value.

¹ Revaluations were conducted for fiscal years 2014, 2017, 2020 and 2023.

² Includes tax-exempt property.

³ In fiscal year 2017, commercial rate was split from residential.

⁴ Total direct tax rate represents the weighted average of all independent direct rates applied by the Town.

Source: Town of Smithfield Tax Assessor

TABLE 6

**TOWN OF SMITHFIELD, RHODE ISLAND
PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Direct Tax Rate Residential	Direct Tax Rate Commercial ¹	Direct Tax Rate Tangible	Direct Tax Rate Motor Vehicle ²	Direct Tax Rate Total
2024	16.63 %	5.07 %	0.98 %	0.00 %	22.68 %
2023	16.88	4.12	0.93	0.00	21.93
2022	17.44	6.04	1.24	0.99	25.72
2021	16.90	5.94	1.20	1.04	25.07
2020	16.32	5.94	1.24	1.19	24.70
2019	19.15	4.81	1.35	1.52	26.82
2018	18.87	4.47	1.37	1.52	26.24
2017	17.96	4.25	1.33	1.58	25.11
2016	22.79	0.00	1.45	1.64	25.87
2015	22.17	0.00	1.44	1.55	25.16

Notes:

¹ In the fiscal year 2017, commercial rate was split from residential.

² In the fiscal year 2023, motor vehicle taxes were 100% phased-out.

Source: Town of Smithfield Finance Department

TABLE 7

**TOWN OF SMITHFIELD, RHODE ISLAND
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Fidelity Corporate Real Estate	\$ 204,230,400	1	5.35%	\$ 149,096,600	1	5.65%
W/S Smithfield Associates, LLC	77,815,200	2	2.04%	66,524,600	2	2.52%
RI Energy fka National Grid (Electricity)	30,817,130	3	0.81%	70,058,940	3	2.65%
Smithfield Office Park	28,055,300	4	0.73%	20,050,400	4	0.76%
RI Energy fka National Grid (Real Prop)	24,069,300	5	0.63%			0.00%
Village at Waterman Lake	20,774,200	6	0.54%	16,190,000	5	0.61%
FGX International, Inc	20,351,800	7	0.53%	6,897,200	8	0.26%
RI Energy fka National Grid (Gas)	11,809,770	8	0.31%	4,326,420	10	0.16%
Albert Mark	5,367,510	9	0.14%			0.00%
Neighborhood Health Plan of RI	5,069,130	10	0.13%			0.00%
Alexion Manufacturing, LLC	-			12,670,920	7	0.48%
Sperian Protection	-			6,725,810	9	0.25%
Target Corp.	-			13,395,880	6	0.51%
Total	<u>\$ 428,359,740</u>		<u>11.21%</u>	<u>\$ 365,936,770</u>		<u>13.86%</u>
Total Assessed Valuation (Gross)	<u>\$3,820,527,868</u>			<u>\$2,640,853,223</u>		

Source: Town of Smithfield Tax Assessor

TABLE 8

**TOWN OF SMITHFIELD, RHODE ISLAND
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Taxes Levied for the Tax Year	Collections Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2024	\$ 60,556,967	\$ 57,720,256	95.32%	\$ 1,753,794	\$ 59,474,050	98.21
2023	58,247,230	56,582,421	97.14	996,668	57,579,089	98.85
2022	60,045,093	58,176,132	96.89	1,809,413	59,985,544	99.90
2021	59,670,761	57,683,247	96.67	1,918,323	59,601,570	99.88
2020	59,752,045	56,774,788	95.02	2,900,738	59,675,526	99.87
2019	58,365,226	55,720,675	95.47	2,557,066	58,277,741	99.85
2018	57,541,414	55,089,183	95.74	2,370,102	57,459,285	99.86
2017	56,132,554	53,874,510	95.98	2,186,347	56,060,857	99.87
2016	55,094,768	51,862,555	94.13	3,161,750	55,024,305	99.87
2015	53,767,983	51,574,182	95.92	2,126,946	53,701,128	99.88

Source: Town of Smithfield Finance Department

**TOWN OF SMITHFIELD, RHODE ISLAND
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities			Total Primary Government
	General Obligation Bonds Related Premiums	Notes	Lease Participation Certificates	Leases	General Obligation Bonds	Revenue Bonds and Notes	Notes Payable	
2024	\$ 49,844,823	\$ 6,618,000	\$ -	\$ -	\$ -	\$ 6,643,500	\$ -	\$ 63,106,323
2023 ⁶	53,862,453	6,618,000	-	56,072	25,000	7,161,950	-	67,723,475
2022 ⁵	57,016,805	-	-	105,515	49,000	4,629,400	-	61,800,720
2021 ⁴	16,773,350	-	-	-	72,000	7,817,850	-	24,663,200
2020	18,739,795	-	-	-	95,000	8,270,401	-	27,105,196
2019	20,386,534	-	-	-	118,000	5,987,851	-	26,492,385
2018	22,028,273	-	-	-	140,000	6,431,301	-	28,599,574
2017 ³	23,660,012	-	-	-	162,000	6,869,751	-	30,691,763
2016 ²	18,377,431	-	-	163,400	184,000	7,304,201	-	26,029,032
2015	13,480,326	-	-	461,110	206,000	7,734,651	-	21,882,087

Notes:

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

¹ See the Schedule of Demographics and Economic Statistics for population data.

² Includes new bond issue of \$5.9M.

³ Includes new bond issue of \$6.075M.

⁴ Includes refunding of 2011 and 2012 GOB's for \$6.405M.

⁵ Includes new bond issue of \$35.9M and recognize School Department Capital Lease.

⁶ Includes new Efficient Buildings Fund Loan of \$6.618M for Middle School and High School and \$3M Drinking Water Revenue Bond.

TOWN OF SMITHFIELD, RHODE ISLAND
RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property ¹	Per Capita ²
2024	\$ 49,844,823	\$ -	\$ 49,844,823	1.25 %	\$ 2,247
2023 ⁷	53,887,453	-	53,887,453	1.14	2,451
2022 ⁶	57,065,805	-	57,065,805	1.51	2,613
2021 ⁵	16,845,350	-	16,845,350	0.44	762
2020	18,834,795	-	18,834,795	0.50	867
2019	20,504,534	-	20,504,534	0.61	942
2018	22,168,273	-	22,168,273	0.67	1,015
2017 ⁴	23,822,012	-	23,822,012	0.72	1,094
2016 ³	18,561,431	-	18,561,431	0.60	858
2015	13,686,326	-	13,686,326	0.44	636

Notes:

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

2) Debt Service is paid through the General Fund, the Town does not maintain a debt service fund. Except for General Obligations of Business Type Activities.

¹ See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

² See the Schedule of Demographics and Economic Statistics for population data.

³ Includes new bond issue of \$5.9M.

⁴ Includes new bond issue of \$6.075M.

⁵ Includes refunding of 2011 and 2012 GOB's for \$6.405M.

⁶ Includes new bond issue of \$35.9M.

⁷ Includes new Efficient Buildings Fund Loan of \$6.618M for Middle School and High School.

**TOWN OF SMITHFIELD, RHODE ISLAND
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2024**

The Town of Smithfield is not subject to any overlapping debt.

TABLE 12

**TOWN OF SMITHFIELD, RHODE ISLAND
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Net Assessed Value	\$ 3,659,746,357	\$ 3,622,553,088	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Limit	109,792,391	108,676,593	91,865,840	91,788,928	90,864,851	83,330,022	82,652,135	82,478,910	77,736,291	77,247,379
Total Net Debt Applicable to the Limit	6,618,000	6,643,000	49,000	72,000	95,000	118,000	140,000	162,000	184,000	206,000
Legal Debt Margin	<u>\$ 103,174,391</u>	<u>\$ 102,033,593</u>	<u>\$ 91,816,840</u>	<u>\$ 91,716,928</u>	<u>\$ 90,769,851</u>	<u>\$ 83,212,022</u>	<u>\$ 82,512,135</u>	<u>\$ 82,316,910</u>	<u>\$ 77,552,291</u>	<u>\$ 77,041,379</u>
Total Net Debt Applicable to the Limit as a Percentage of the Debt Limit	6.03%	6.11%	0.05%	0.08%	0.10%	0.14%	0.17%	0.20%	0.24%	0.27%

Notes:

- 1) In 2014 the Town underwent a full property revaluation.
- 2) In 2017 and 2020 the Town underwent a statistical revaluation.
- 3) The Town has \$6,643,000 outstanding under the Maximum Aggregate Indebtedness provision (3% Debt Limit) - Rhode Island General Law 45-12-2.
- 4) All other Town debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

TABLE 13

**TOWN OF SMITHFIELD, RHODE ISLAND
DEMOGRAPHIC AND ECONOMIC STATISTICS
CURRENT YEAR AND NINE YEARS AGO**

Fiscal Year Ended June 30,	Population ¹	Median Family Income ¹	Median Home Price ¹	Per Capita Personal Income ¹	Median Age ²	School Enrollment ³	Unemployment Rate ⁴
2024	22,178	\$ 113,339	\$ 417,894	\$ 47,894	42.0	2,402	4.00 %
2023	21,987	93,179	440,000	43,696	42.0	2,415	2.80
2022	21,838	105,756	401,000	37,650	45.3	2,392	5.20
2021	22,118	94,825	366,900	37,857	42.0	2,364	6.40
2020	21,719	-	310,500	37,857	43.9	2,382	3.00
2019	21,774	-	280,400	31,555	43.9	2,413	2.80
2018	21,840	-	264,500	31,460	42.0	2,395	3.30
2017	21,774	98,065	261,000	31,555	42.0	2,384	4.20
2016	21,632	-	258,000	31,762	42.0	2,390	5.00
2015	21,517	-	246,500	31,932	42.0	2,372	6.08

Sources:

¹ The non-census year statistics are estimates calculated by the Rhode Island Department of Labor and Training. The 2021 fiscal year census statistic is actual U.S. Census figure.

² City-Data.com

³ Smithfield School Department

⁴ Rhode Department of Labor and Training

TABLE 14

**TOWN OF SMITHFIELD, RHODE ISLAND
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

Employer	2024			2015		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Fidelity Investments	4,400	1	29.58%	3,900	1	25.58%
Bryant University	1,103	2	7.42%	656	2	4.30%
Town of Smithfield	500	3	3.36%	494	3	3.24%
Citizens Bank of RI	400	4	2.69%	400	4	2.62%
Village at Waterman Lake	300	5	2.02%	300	7	1.97%
The Stop & Shop Company, Inc.	300	6	2.02%	300	8	1.97%
Honeywell Industrial Safety	300	7	2.02%			
FGX International	250	8	1.68%	385	5	2.53%
Dave's Marketplace	200	9	1.34%			
Target Stores	200	10	1.34%	200	9	1.31%
Alexion Pharmaceuticals			0.00%	300	6	1.97%
Sperian Protection Americas				195	10	1.28%
Total	7,953		53.47%	7,130		46.77%

Source: Town of Smithfield Planning and Economic Development Department

TABLE 15

TOWN OF SMITHFIELD, RHODE ISLAND
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function	Fiscal Years as of June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Government	27	27	27	26	29	29	29	29	29	29
Public Safety:										
Police:										
Officers	46	45	43	43	42	42	42	42	42	42
Civilians	11	11	11	11	12	12	12	12	12	12
Animal Control	2	2	2	2	2	2	2	2	2	2
Fire:										
Firefighters and Officers	67	71	66	66	66	66	53	52	52	52
Civilians	5	5	5	5	5	5	5	5	5	5
Ice Rink	3	3	3	3	3	3	3	3	3	3
Parks	5	5	5	5	4	4	4	4	4	4
Public Works	19	18	18	18	18	18	18	17	17	17
Senior Services	4	4	4	4	4	4	4	4	4	4
Sewer	-	-	-	-	-	-	-	-	-	-
Water	2	2	2	2	2	2	2	2	2	2
Total	191	193	186	185	187	187	174	172	172	172

Source: Town of Smithfield Finance Department

TABLE 16

**TOWN OF SMITHFIELD, RHODE ISLAND
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function	Fiscal Years as of June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Police:										
Physical Arrests	408	419	492	533	516	594	638	755	629	717
Parking Violations	73	113	55	72	71	132	113	173	191	212
Traffic Violations	3,012	3,049	3,306	2,361	2,426	3,490	3,803	3,811	2,954	3,051
Fire:										
Total Incidents	5,327	5,047	4,505	7,171	4,109	4,411	4,680	4,392	4,500	4,501
Commercial Inspections	167	142	129	124	138	213	130	165	448	167
Residential Inspections	243	233	312	353	387	382	252	276	256	278
Commercial Plan Review	134	127	75	60	50	108	80	75	94	64
Residential Plan Review	186 *	91	68	72	85	78	105	97	55	60
Highway and Street:										
Street Resurfacing (Miles)	4	3	3	3	4	1	1	1	2	-
Sanitation:										
Refuse Collected (Tons/Day)	23	23	23	23	22	21	21	20	20	20
Single Stream Recyclables (Tons/Day)	8	8	8	9	9	9	9	9	9	9
Wastewater:										
Average Daily Sewage Treatment (Thousands of Gallons)	2,463	2,345	1,958	2,052	1,946	2,307	2,112	2,026	1,892	1,950

Source: Various Town of Smithfield departments

TABLE 17

**TOWN OF SMITHFIELD, RHODE ISLAND
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function	Fiscal Years as of June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Public Safety:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	28	28	28	27	27	27	27	27	27	27
Fire Stations	3	3	3	3	3	3	3	3	3	3
Highway and Streets (Miles)*	105	105	105	105	183	183	183	183	183	183
Culture and Recreation:										
Parks	8	8	8	8	8	8	8	8	8	8
Skating Arenas	1	1	1	1	1	1	1	1	1	1
Tennis Courts	7	7	7	7	7	7	7	7	7	7
Ball Diamonds	12	13	14	14	14	14	14	14	14	14
Playgrounds	5	5	5	5	5	5	5	5	5	5
Basketball Courts	4	4	4	8	8	8	8	8	8	8
Walking Paths	7	7	7	7	7	7	7	7	7	7
Running Tracks	1	1	1	1	1	1	1	1	1	1
Beaches	2	2	2	2	2	2	2	2	2	2

* Streets paved were changed to only include local in fiscal year 2021.

Source: Various Town of Smithfield departments

TOWN OF SMITHFIELD, RHODE ISLAND
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO GENERAL EXPENDITURES
JUNE 30, 2024

Fiscal Year Ended June 30,	Principal	Interest	Total Debt Service	Total Governmental Expenditures ¹	Ratio of Total Debt Service to Total Governmental Expenditures
2024	\$ 2,845,000	\$ 1,868,183	\$ 4,713,183	\$102,422,046	4.60%
2023	2,790,000	1,703,196	4,493,196	97,090,379	4.63
2022	1,650,000	1,324,600	2,974,600	137,516,336	2.16
2021	1,559,000	675,138	2,234,138	113,443,597	1.97
2020	1,600,000	706,703	2,306,703	85,463,151	2.70
2019	1,595,000	757,062	2,352,062	78,808,650	2.98
2018	1,585,000	801,575	2,386,575	77,724,969	3.07
2017	1,175,000	744,568	1,919,568	75,599,950	2.54
2016	1,380,000	560,145	1,940,145	77,845,911	2.49
2015	1,380,000	509,350	1,889,350	68,523,703	2.76

¹ Includes General, Special Revenue, and Capital Project Funds.

Source: Town of Smithfield Annual Comprehensive Financial Report

TOWN OF SMITHFIELD, RHODE ISLAND
MISCELLANEOUS STATISTICS – TOWN
JUNE 30, 2024

Buildings	Number
Administration	1
Maintenance	-
Elementary Schools	3
Middle School	1
High School	1
Total	<u>6</u>

October Student Enrollment			
Fiscal Year	Elementary	Secondary	Total
2024	1,122	1,280	2,402
2023	1,096	1,319	2,415
2022	1,059	1,333	2,392
2021	1,053	1,311	2,364
2020	1,047	1,335	2,382
2019	1,072	1,341	2,413
2018	1,099	1,296	2,395
2017	1,092	1,292	2,384
2016	1,095	1,295	2,390
2015	1,070	1,302	2,372
2014	1,067	1,329	2,396
2013	1,075	1,335	2,410
2012	1,039	1,368	2,407
2011	1,050	1,417	2,467
2010	1,061	1,447	2,508
2009	1,082	1,463	2,545
2008	1,100	1,507	2,607
2007	1,117	1,503	2,620
2006	1,121	1,541	2,662
2005	1,127	1,542	2,669
2004	1,145	1,565	2,710

Source: Town of Smithfield School Department

Staff	Number
Administrative	16.0
Certified Staff:	
Instructional	153.0
ESL	1.0
Special Education	59.0
Other (Librarians, Counselors, Nurses, Etc.)	16.0
Total Certified Staff	<u>229.0</u>
Noncertified Staff:	
Secretary and Clerical	12.0
Business Operations*	3.8
Building and Maintenance	28.0
Teacher Assistants	46.5
Technicians	3.0
Athletic Director	1.0
CTE Coordinator	-
Total Noncertified Staff	<u>94.3</u>
Total FTE's	<u>339.3</u>

*This classification was formally part of secretary/clerical staff.

**This classification has been combined with the instructional staff.

Source: Town of Smithfield School Department

TOWN OF SMITHFIELD, RHODE ISLAND
MISCELLANEOUS STATISTICS – SMITHFIELD PUBLIC SCHOOLS
JUNE 30, 2024

Founded:	1636		Police Protection	
Town Incorporation:	1730		Buildings:	1
			Employees	
Type of Government:	Council/Appointed Town Man:		Law Enforcement:	45
			Civilian(s)	
Fiscal Year Begins:	July 1		Full-Time:	12
			Part-Time:	3
Population:	<u>Official US Census</u>		Crossing Guard:	5
	1950	6,690	Recreation	
	1960	9,442	Parks:	8
	1970	13,468	Playgrounds:	5
	1980	16,886	Ball Diamonds:	12
	1990	19,163	Soccer/Football Fields:	6
	2000	20,613	Volleyball Courts:	0
	2010	21,430	Skating Arenas:	1
	2020	22,118	Basketball Courts:	4
			Walking Paths:	7
Area of Town:	27.8	Square Miles	Running Tracks:	1
Land Area:	26.7	Square Miles	Tennis Courts:	7
			Disc Golfs:	1
Miles of Streets			Splash Pad:	1
Local Paved:	105		Historical Cemeteries:	117
State Paved:	53			
Private Paved:	16		Municipal Buildings	
Elections - November 2023			Town Hall:	1
Registered Voters:	15,621		Senior Center:	1
Number of Votes Cast:	3,086		Public Works Garage:	1
Percentage Voting:	19.76%		Parks and Recreation:	2
			Ice Rink:	1
Fire Protection				
Fire Stations:	3		Other Municipal Employees:	59
Employees				
Uniformed:	78			
Civilian(s):	5			
Library				
Full-Time Employees:	15			
Part-Time Employees:	25			

Source: Various Town of Smithfield Departments

TOWN OF SMITHFIELD, RHODE ISLAND
FEDERAL SINGLE AUDIT REPORT
JUNE 30, 2024



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TOWN OF SMITHFIELD, RHODE ISLAND
FEDERAL SINGLE AUDIT REPORT
JUNE 30, 2024
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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE,
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

Town Council
Town of Smithfield, Rhode Island

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Smithfield, Rhode Island's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Town of Smithfield, Rhode Island's major federal programs for the year ended June 30, 2024. The Town of Smithfield, Rhode Island's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Smithfield, Rhode Island complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Town of Smithfield, Rhode Island and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Town of Smithfield, Rhode Island's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Town of Smithfield, Rhode Island's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Town of Smithfield, Rhode Island's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Town of Smithfield, Rhode Island's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 Town of Smithfield, Rhode Island's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the Town of Smithfield, Rhode Island's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Town of Smithfield, Rhode Island's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Smithfield, Rhode Island, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Smithfield, Rhode Island's basic financial statements. We have issued our report thereon, dated December 23, 2024 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is 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 auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Cranston, Rhode Island
December 23, 2024

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Passed Through to Subrecipients	Total Federal Expenditures
United States Department of Agriculture			
<i>Passed Through the State of Rhode Island Department of Education:</i>			
Child Nutrition Cluster:			
National School Lunch Program	10.555	\$ 237,234	
National School Incentive	10.555	13,629	
National School Supply Chain Assistance	10.555	55,175	
National School Breakfast Program	10.553	41,626	
Fresh Fruit and Vegetable Program	10.582	48,094	
National School Lunch - Equipment Assistance Grants	10.579	51,146	
Total Child Nutrition Cluster		<u>446,904</u>	
Total United States Department of Agriculture			<u>446,904</u>
United States Department of Health and Human Services			
<i>Passed Through the State of Rhode Island Department of Health:</i>			
COVID-19 Supportive Services Senior Center	93.044		30,601
Total United States Department of Health and Human Services			<u>30,601</u>
United States Department of the Treasury			
<i>Passed Through the State of Rhode Island Department of Treasury:</i>			
COVID-19 Coronavirus Capital Projects Fund	21.029	315,640	
COVID-19 Coronavirus Capital Projects Fund	21.029	25,200	
		<u>340,840</u>	
COVID-19 Coronavirus State and Local Fiscal Recovery Fund	21.027	1,688,761	
Total United States Department of the Treasury			<u>2,029,601</u>
United States Department of Education			
<i>Passed Through the State of Rhode Island Department of Education:</i>			
Special Education Cluster (IDEA):			
Special Education Grants to States	84.027	759,210	
COVID-19 Special Education Grants to States - ARPA IDEA	84.027X	7,231	
Special Education Preschool Grants	84.173	18,239	
COVID-19 Special Education Preschool Grants - ARPA IDEA Preschool	84.173X	4	
Total Special Education Cluster (IDEA)		<u>784,684</u>	
COVID-19 - Education Stabilization Fund:			
COVID-19 ESSER K-12 Fund	84.425D	957,287	
COVID-19 ESSER K-12 Fund	84.425D	40,739	
COVID-19 - American Rescue Plan - ESSER	84.425U	148,967	
Total COVID-19 - Education Stabilization Fund:		<u>1,146,993</u>	
COVID-19 - ESSER Homeless Children & Youth	84.425W	3,582	
Comprehensive Literacy Development	84.371C	89,804	
Mental Health Service Professional Deomstration Grant Program	84.184	254	
Rething K-12 Education Models	84.425B	440	
Title I Grants to Local Educational Agencies	84.010	260,689	
Improving Teacher Quality State Grants	84.367	85,973	
Title IV - Student Support	84.424A	12,001	
Title IV - Student Support	84.424F	104,693	
Total Title IV - Student Support		<u>116,694</u>	
Career and Technical Education -- Basic Grants to States - Carl D. Perkins	84.048	65,072	
Career and Technical Education -- Basic Grants to States - Perkins Secondary Set Aside	84.048	6,857	
Career and Technical Education -- Basic Grants to States - Perkins CTE- Reserve	84.048	5,215	
Career and Technical Education -- Basic Grants to States - Perkins Special Programs	84.048	896	
Total Career and Technical Education		<u>78,040</u>	
Total United States Department of Education			<u>2,567,153</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Passed Through to Subrecipients	Total Federal Expenditures
United States Department of Housing and Urban Development			
<i>Passed Through the State of Rhode Island Office of Housing and Community Development:</i>			
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228		163,147
Economic development Initiative Community Project	14.251		295,000
Total United States Department of Housing and Urban Development			<u>458,147</u>
United States Department of Transportation			
<i>Passed Through the State of Rhode Island Department of Transportation:</i>			
Highway Safety Cluster:			
State and Community Highway Safety	20.600		287
State and Community Highway Safety	20.600		1,571
Minimum Penalties for Repeat Offenders for driving while intoxicated	20.608		266
Operation Blue Riptide	20.616		<u>3,197</u>
Total Highway Safety Cluster			5,321
Total United States Department of Transportation			<u>5,321</u>
United States Department of Homeland Security			
<i>Passed Through the State of Rhode Island Emergency Management:</i>			
Emergency Management Performance Grants	97.042		10,000
<i>Direct:</i>			
Assistance to Firefighters Grant	97.044		389,133
Assistance to Firefighters Grant	97.044		23,259
Assistance to Firefighters Grant	97.044		<u>10,970</u>
			423,362
Staffing for Adequate Fire and Emergency Response (SAFER)			435,846
Total United States Department of Homeland Security			<u>869,208</u>
United States Department of Justice			
<i>Passed Through the State of Rhode Island Department of Justice:</i>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738		196
Bulletproof Vest Partnership Program	16.607		7,781
Total United States Department of Justice			<u>7,977</u>
Total Federal Awards		<u>\$ -</u>	<u>\$ 6,414,912</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**TOWN OF SMITHFIELD, RHODE ISLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Town of Smithfield, Rhode Island, under programs of the federal government for the year ended June 30, 2024. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Because the Schedule presents only a selected portion of the operations of Town of Smithfield, Rhode Island, it is not intended to, and does not, present the financial position, changes in fund balance, changes in net position or cash flows of Town of Smithfield, Rhode Island.

Basis of Accounting

Expenditures reported on the Schedule are reported using the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 2 INDIRECT COST RECOVERY

The Town of Smithfield, Rhode Island, has elected not to use the 10% de minimis indirect cost rate provided under Section 200.414 of the Uniform Guidance.



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Town Council
Town of Smithfield, Rhode Island

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Smithfield, Rhode Island, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Smithfield, Rhode Island's basic financial statements, and have issued our report thereon dated December 23, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Smithfield, Rhode Island's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Smithfield, Rhode Island's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Smithfield, Rhode Island's internal control.

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

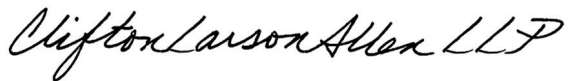
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of This Report

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

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Cranston, Rhode Island
December 23, 2024

**TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors' report issued on compliance for federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

Assistance Listing Number(s)

21.027

Name of Federal Program or Cluster

Coronavirus State and Local Fiscal Recovery Funds

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

\$ 750,000

Auditee qualified as low-risk auditee?

 x yes _____ no

**TOWN OF SMITHFIELD, RHODE ISLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

