

Bristol Warren Regional School District

Financial Statements

FOR THE YEAR ENDED JUNE 30, 2019



Bristol Warren Regional School District

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FINANCIAL SECTION

Independent Auditors' Report

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information

Supplementary Information

CERTIFIED PUBLIC ACCOUNTANTS
126 President Avenue
Fall River, MA 02720
TEL. (508) 675-7889
FAX (508) 675-7859
www.hague-sahady.com

To the Superintendent and
Members of the School Committee
Bristol Warren Regional School District
Bristol, Rhode Island

Independent Auditor's Report

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Bristol Warren Regional School District (District) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Bristol Warren Regional School District as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

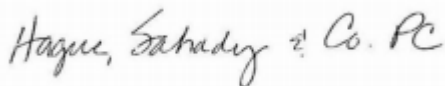
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bristol Warren Regional School District's basic financial statements. The Annual Supplemental Transparency Report, combining non-major governmental funds financial statements, combining non-major enterprise fund financial statements and combining agency fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Annual Supplemental Transparency Report, combining non-major governmental funds financial statements, combining non-major enterprise fund financial statements, and agency fund financial statements are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Annual Supplemental Transparency Report, the combining non-major governmental funds financial statements, combining non-major enterprise fund financial statements and agency fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated December 16, 2019, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered the District's internal control over financial reporting and compliance.



Fall River, Massachusetts
December 16, 2019

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

As management of the Bristol Warren Regional School District, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the notes to the basic financial statements and the financial statements to enhance their understanding of the District's financial performance.

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

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

FINANCIAL HIGHLIGHTS

- Net position may serve over time as a useful indicator of the District's financial position. District's liabilities and deferred inflows exceeded assets and deferred outflows by \$32.7 million at June 30, 2019, compared to \$31.8 million at June 30, 2018.
- A large portion of the District's net position reflects its \$18.5 million investment in capital assets compared to \$16.9 million for the previous fiscal year.
- In fiscal year 2019, the District had revenues totaling \$62.8 million compared to \$63.2 million in revenues in fiscal year 2018. Program specific revenues in the form of grants and contributions accounted for \$9.3 million or 14.8 percent of total fiscal year 2019 revenues as compared to \$6.8 million or 11.1 percent of total fiscal year 2018 revenues.
- A portion of the District's fund balance represents resources that are subject to external restriction on how they may be used. At June 30, 2019, fund balance totaling \$148,041 were restricted for school improvements, \$353,649 were restricted for special revenue funds and permanent funds. At June 30, 2018 fund balance totaling \$400,424 were restricted for special revenue funds and permanent funds.
- For fiscal year 2019, net position for the District decreased by \$853,108 from a negative \$31,812,637 to \$32,665,145.
- In fiscal year 2019, the District has approximately \$63.4 million in expenditures related to governmental funds as compared to \$61.6 million in expenses in fiscal year 2018.
- The District had business-type activities in a major proprietary funds - the School Lunch Fund and four non- major proprietary funds. For fiscal year 2019 the School Lunch fund had operating revenues totaled \$1,372,685 and operating expenses totaled \$1,242,848, leaving a net gain of \$129,837. For fiscal year 2018 operating revenues totaled \$1,316,277 and operating expenses totaled \$1,236,459, leaving a net gain of \$79,818.
- Transfers of \$684 thousand in fiscal year 2019 and \$1.8 million in fiscal year 2018 were made between General Fund, Other Governmental Funds, and Proprietary Funds.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

- Among major funds, the General Fund had revenues of \$55.6 million in fiscal year 2019 and \$54.3 million in fiscal year 2018, which primarily consisted of state aid and local contributions from the Town of Bristol and Warren, and expenditures of \$55.2 million in fiscal year 2019 and \$53.6 million in fiscal year 2018. The General Fund's fund balance increased from \$3,141,400 to \$3,271,247 in fiscal year 2019.
- District governmental activities were financed by the following revenue sources:

<i>Revenue by Source:</i>	<u>2019</u>	<u>2018</u>	<u>Increase (Decrease)</u>
Contributions from Towns	\$ 38,068,467	\$ 35,906,977	\$ 2,161,490
State Aid to Education	14,623,085	15,470,890	(847,805)
Housing Aid	1,979,375	2,180,086	(200,711)
Operating and Capital Grants and Contributions	2,355,008	1,636,606	718,402
State Contribution to Pension Plan	3,028,737	2,965,598	63,139
Investment Earnings	70,119	91,858	(21,739)
Miscellaneous	573,469	780,809	(207,340)
Total	<u>\$ 60,698,260</u>	<u>\$ 59,032,824</u>	<u>\$ 1,665,436</u>

- The classifications of fund balance of the general fund at the close of fiscal years 2019 and 2018 were:

<i>Fund Balance:</i>	<u>2019</u>	<u>2018</u>	<u>Increase (Decrease)</u>
Committed	\$ 313,993	\$ 2,163,800	\$ (1,849,807)
Assigned	2,413,783	977,600	1,436,183
Total	<u>\$ 2,727,776</u>	<u>\$ 3,141,400</u>	<u>\$ (413,624)</u>

OVERVIEW OF FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. These statements outline functions of the District that are principally supported by state aid, contributions from the Towns of Bristol and Warren and other intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, instructional support, operations, other commitments and leadership.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

Government-Wide Financial Statements (continued)

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

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

The *Statement of Net Position* presents information on all of the District's assets, liabilities with the difference between the three 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 District is improving or deteriorating.

The *Statement of Activities* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as 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 future fiscal periods (e.g., uncollected fees and earned by unused compensated absences).

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 District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary and fiduciary funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows 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 the District'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 District's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains individual governmental and proprietary funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditure, and changes in fund balances for the General Fund, Capital Projects Funds, Debt Service Fund, and the School Lunch Fund, all of which are considered major funds. Data for the other governmental 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.

The governmental fund financial statements can be found on pages 22 through 24 of this report. The budgetary statements can be found on pages 66 through 67 of this report.

Proprietary Funds - Proprietary funds have historically operated as enterprise funds using the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in the statements for the District as a whole.

The proprietary fund financial statements can be found on pages 26 through 29 of this report.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

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

The fiduciary funds financial statements can be found on page 30 of this report.

Notes to the Financial Statements

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

The notes of the financial statements are presented on pages 31 through 64.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process and certain pension and other post-employment benefit information. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison statement has been provided for the General Fund as required supplementary information.

Budgetary comparison schedules are presented to demonstrate compliance with the budget on pages 66 through 67.

The pension information included represents the state pension for employees as well as the teacher's state pension.

Supplementary Information

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the major budgetary comparisons as well as the annual supplemental transparency report.

Relationship of Statements and Schedules Included in this Report

Table 1 shows how the required parts of this annual report are arranged and how they relate to one another. In addition to these required elements, the District has included a section with combining statements that provide details about the District's non-major governmental funds and fiduciary funds, which are added together and presented in a single column in the basic financial statements.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

Table 1

Basic Financial Statements & RSI	Financial Section	MD&A
		Government-wide Statements
		(Major) Fund Financial Statements
		Notes to Financial Statements
		RSI other than MD&A Info. on nonmajor funds & other supplementary info. not required

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

Table 2

	Government-Wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary.	Activities the District operates similar to private businesses such as school lunch, etc.	Instances in which the District is the trustee or the agent for someone else's resources such as student activities
Required financial statements	Statements of net position Statement of activities	Balance sheet, statement of revenues, expenditures, and changes in fund balance	Statement of net position, statement of revenues, expenses, and changes in net position, statement of cash flows	Statement of fiduciary net position, statement of changes in fiduciary net position.
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of assets / liability information	All assets and liabilities both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter, no capital assets included.	All assets and liabilities both financial and capital, and short-term and long-term	All assets and liabilities both short-term and long-term; the Town's funds do not currently contain capital assets, although they can.
Type of inflow / outflow information	All revenue and expenses during the year regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of year, expenditures when goods or services have been received and payment is due.	All revenue and expenses during the year regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

Government-wide Financial Analysis

Analysis of the District's Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$(32,665,145) as of June 30, 2019, a decrease in net position over the prior year of \$853,108.

In regard to the District's net position, \$18,487,464 consists of its net investment in capital assets such buildings and improvements, motor vehicles, furniture and equipment, less any debt used to acquire these assets which is still outstanding. The District uses these capital assets to provide education to its students. Consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are highly unlikely to be used to liquidate these liabilities.

An additional portion of the District's net position \$501,690 represents resources that are subject to external restriction on how they may be used. This leaves a remaining balance for unrestricted net position of \$(51,654,299) which the District may use to meet ongoing obligations to its citizens and creditors.

The total net position of the District decreased by \$853,108 during fiscal year 2019.

DISTRICT'S NET POSITION

	Governmental Activities		Business-Type Activities		Total		\$ Change
	2019	2018	2019	2018	2019	2018	
Assets							
Current assets	\$ 6,821,905	\$ 7,383,678	\$ 987,274	\$ 1,475,610	\$ 7,809,179	\$ 8,859,288	\$(1,050,109)
Capital assets	30,459,888	31,572,169	47,373	64,141	30,507,261	31,636,310	(1,129,049)
Other noncurrent assets	3,948,426	3,558,014	-	-	3,948,426	3,558,014	390,412
Total assets	<u>41,230,219</u>	<u>42,513,861</u>	<u>1,034,647</u>	<u>1,539,751</u>	<u>42,264,866</u>	<u>44,053,612</u>	<u>(1,788,746)</u>
Deferred outflows of resources							
Deferred charge on bond refunding, net	663,338	764,045	-	-	663,338	764,045	(100,707)
Deferred pension outflows	11,592,354	11,747,487	-	-	11,592,354	11,747,487	(155,133)
Total deferred outflows of resources	<u>12,255,692</u>	<u>12,511,532</u>	<u>-</u>	<u>-</u>	<u>12,255,692</u>	<u>12,511,532</u>	<u>(255,840)</u>
Liabilities							
Current liabilities	4,383,231	3,563,660	64,424	86,138	4,447,655	3,649,798	797,857
Noncurrent liabilities	78,316,215	79,803,287	-	-	78,316,215	79,803,287	(1,487,072)
Total liabilities	<u>82,699,446</u>	<u>83,366,947</u>	<u>64,424</u>	<u>86,138</u>	<u>82,763,870</u>	<u>83,453,085</u>	<u>(689,215)</u>
Deferred inflows of resources							
Unearned revenue	194,237	-	-	-	194,237	-	194,237
Deferred pension inflows	4,227,596	4,924,096	-	-	4,227,596	4,924,096	(696,500)
Total deferred outflows of resources	<u>4,421,833</u>	<u>4,924,096</u>	<u>-</u>	<u>-</u>	<u>4,421,833</u>	<u>4,924,096</u>	<u>(502,263)</u>
Net position							
Net investment in capital assets	18,440,091	16,826,206	47,373	64,141	18,487,464	16,890,347	1,597,117
Restricted	501,690	3,140,021	-	-	501,690	3,140,021	(2,638,331)
Unrestricted	<u>(52,577,149)</u>	<u>(53,231,877)</u>	<u>922,850</u>	<u>1,389,472</u>	<u>(51,654,299)</u>	<u>(51,842,405)</u>	<u>188,106</u>
Total net position	<u><u>\$(33,635,368)</u></u>	<u><u>\$(33,265,650)</u></u>	<u><u>\$ 970,223</u></u>	<u><u>\$ 1,453,613</u></u>	<u><u>\$(32,665,145)</u></u>	<u><u>\$(31,812,037)</u></u>	<u><u>\$ (853,108)</u></u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

Analysis of the District's Operations

The following analysis provides a summary of the District's operations for the year ended June 30, 2019. Governmental activities decreased the District's net position by \$369,718, while business type activities decreased the District's net position by \$483,390.

DISTRICT'S CHANGES IN NET POSITION

For the year ended June 30,

	Governmental Activities		Business-Type Activities		Total		\$ Change
	2019	2018	2019	2018	2019	2018	
Revenues:							
Program revenues:							
Charges for services	\$ -	\$ -	\$ 1,564,677	\$ 2,037,906	\$ 1,564,677	\$ 2,037,906	\$ (473,229)
Grants and contributions	2,355,008	3,816,692	557,992	-	2,913,000	3,816,692	(903,692)
State contribution to pension	3,028,737	2,965,598	-	-	3,028,737	2,965,598	63,139
General revenues:							
Contributions from Towns	38,068,467	35,906,977	-	-	38,068,467	35,906,977	2,161,490
State aid	14,623,085	15,470,890	-	-	14,623,085	15,470,890	(847,805)
Housing aid	1,979,375	2,180,086	-	-	1,979,375	2,180,086	(200,711)
Investment income	70,119	91,858	-	-	70,119	91,858	(21,739)
Other income	573,469	780,809	-	-	573,469	780,809	(207,340)
Total revenues	<u>60,698,260</u>	<u>61,212,910</u>	<u>2,122,669</u>	<u>2,037,906</u>	<u>62,820,929</u>	<u>63,250,816</u>	<u>(429,887)</u>
Expenses:							
Salaries	31,686,436	30,769,945	-	-	31,686,436	30,769,945	916,491
Employee benefits	11,801,789	11,327,484	-	-	11,801,789	11,327,484	474,305
Purchased services	8,227,668	7,546,374	-	-	8,227,668	7,546,374	681,294
Supplies and materials	1,574,374	2,431,606	-	-	1,574,374	2,431,606	(857,232)
Other	146,320	25,226	-	-	146,320	25,226	121,094
State contribution to pension	3,028,737	2,965,598	-	-	3,028,737	2,965,598	63,139
Capital expenditures	2,293,673	-	-	-	2,293,673	-	2,293,673
Interest and fiscal charges	527,902	587,828	-	-	527,902	587,828	(59,926)
Unallocated depreciation	2,465,079	2,533,257	-	-	2,465,079	2,533,257	(68,178)
Food services	-	-	1,242,848	1,236,459	1,242,848	1,236,459	6,389
Non major enterprise	-	-	679,211	567,956	679,211	567,956	111,255
Total expenses	<u>61,751,978</u>	<u>58,187,318</u>	<u>1,922,059</u>	<u>1,804,415</u>	<u>63,674,037</u>	<u>59,991,733</u>	<u>3,682,304</u>
Transfers	684,000	-	(684,000)	-	-	-	-
Increase (decrease) in net position	(369,718)	3,025,592	(483,390)	233,491	(853,108)	3,259,083	(4,112,191)
Net position - beginning	<u>(33,265,650)</u>	<u>(36,291,242)</u>	<u>1,453,613</u>	<u>1,220,122</u>	<u>(31,812,037)</u>	<u>(35,071,120)</u>	<u>3,259,083</u>
Net position - ending	<u><u>\$ (33,635,368)</u></u>	<u><u>\$ (33,265,650)</u></u>	<u><u>\$ 970,223</u></u>	<u><u>\$ 1,453,613</u></u>	<u><u>\$ (32,665,145)</u></u>	<u><u>\$ (31,812,037)</u></u>	<u><u>\$ (853,108)</u></u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

REVENUE SOURCE

Local Contributions: The largest percentage of revenues comes from contributions from the Towns of Bristol and Warren. Per the enabling legislation of the regionalized school district, Section XI (preparation and Adoption of Budget), Item # (5), "upon approval of the budget, each town shall appropriate the funds for the regional district which shall be apportioned between the cities on a per public pupil calculation using enrollment as of the prior October 1."

The enrollment numbers for calculation of the apportionment for the last eight years are as follows:

	October 1 2010	October 1 2011	October 1 2012	October 1 2013	October 1 2014	October 1 2015	October 1 2016	October 1 2017	October 1 2018
Bristol	2265 64.02%	2233 63.56%	2249 65.36%	2120 61.92%	2055 61.18%	2051 61.59%	2049 61.94%	1965 61.43%	1944 61.30%
Warren	1273 35.98%	1280 36.44%	1192 34.64%	1304 38.08%	1304 38.82%	1279 38.41%	1259 38.06%	1234 38.57%	1228 38.70%
Total	3538	3513	3441	3424	3359	3330	3308	3199	3172

State Education Aid: Education aid from the State of Rhode Island decreased in FY 2019 from FY 2018 by 5.5%. The changes in education aid for the last seven years are as follows:

Housing Aid: In accordance with RI General Law 16-7-35 to 16-7-47, districts that undertake school housing projects for maintenance, renovation or new construction supported by general obligation bonds, and certain lease revenue bonds, capital leases, and capital reserve funds, are eligible for state housing aid reimbursement. Housing aid by law has a one-year reference which result in the first payment of the construction entitlement being made in the fiscal year following the completion of the project. Housing aid received from the state for FY2019 totaled \$1,979,375.

Intergovernmental grants: Revenues in this category are proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Revenues are derived principally from federal and state governments and private foundations. These funds are detailed in the financial statements under the caption of Non-Major Governmental Funds.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

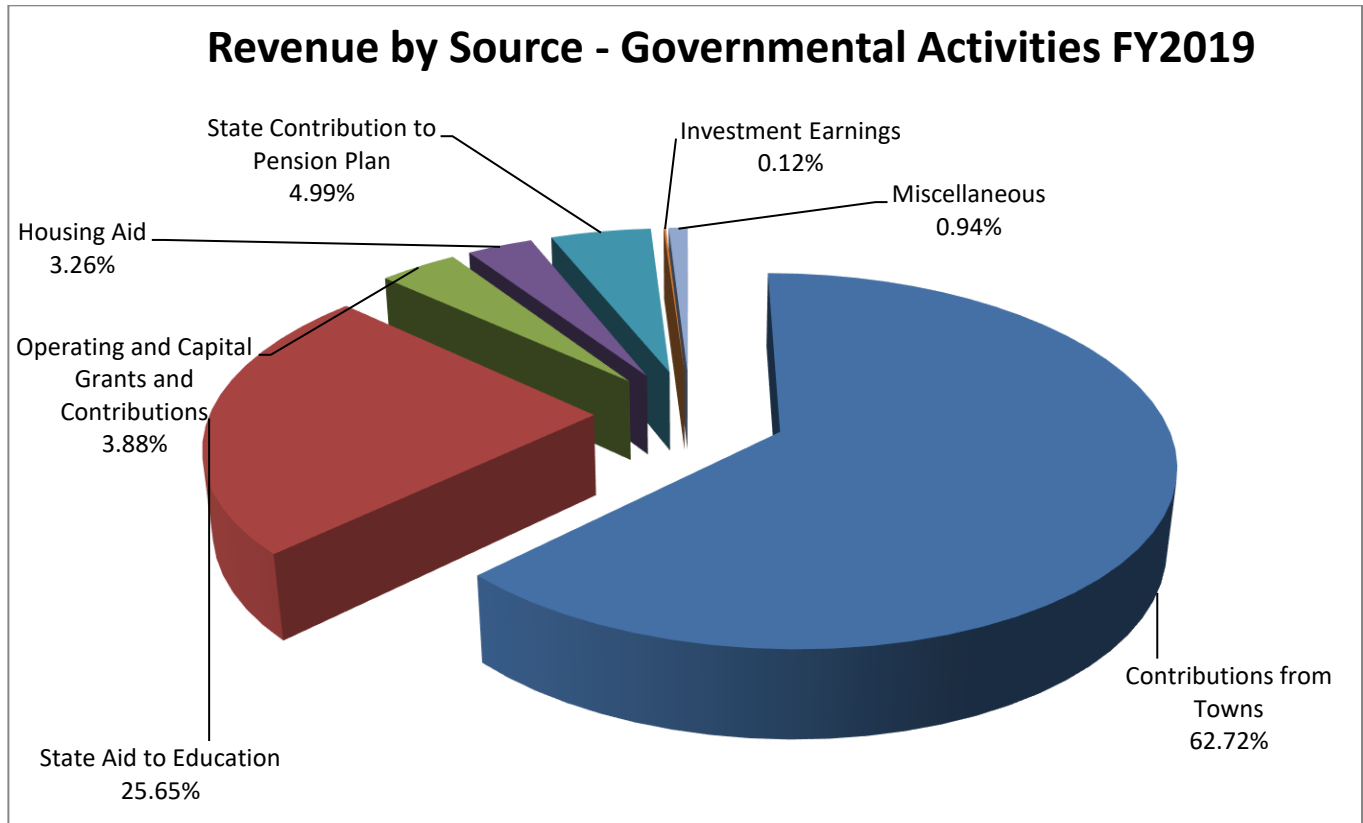
Management Discussion and Analysis

For the Year Ended June 30, 2019

Revenue

Governmental Activities

As noted above, total governmental activities revenues for the District are comprised of local contributions, state aid, intergovernmental aid and grants, housing aid, contributions to pension plan, investment income and other.



General Revenues

The majority of general revenues is from the Town’s contributions. This amount represented 62.72% of the total general revenues or \$38 million.

Intergovernmental revenue (state aid) represents \$14.6 million representing 25.65% of general revenues.

Program Revenues

The operating and capital grants are also a significant source of revenue for the District. The total operating grants for fiscal year ended June 30, 2019 amounted to \$2.4 million representing 3.88% of revenues.

Housing aid totaled \$1.8 million representing 3.26% of revenues.

The state pension contribution is offset by the state pension expense.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

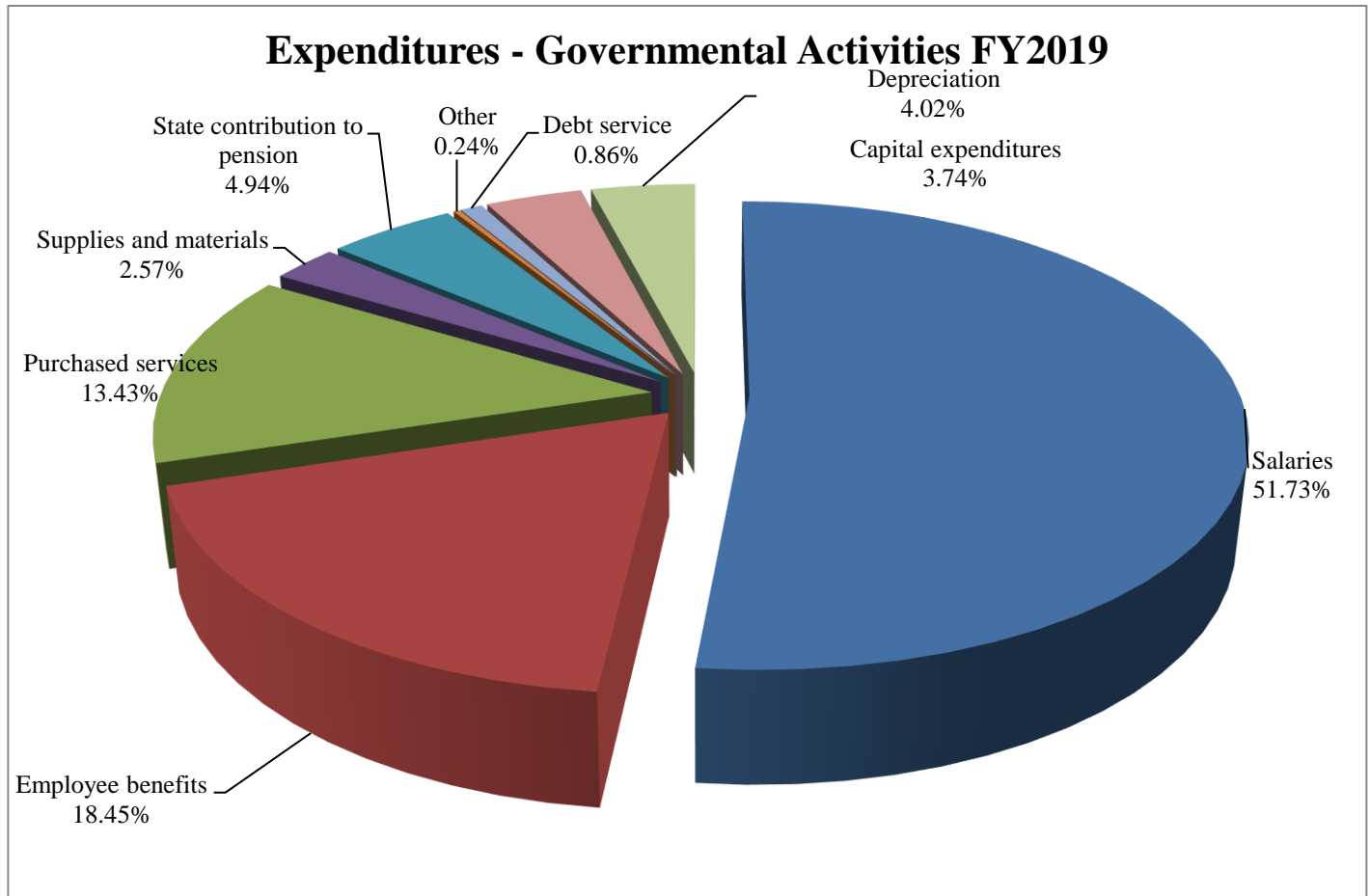
Management Discussion and Analysis

For the Year Ended June 30, 2019

Expenditures

Governmental Activities

For fiscal year ended June 30, 2019, expenses for the governmental activities totaled \$61.3 million, which cover a range of services.



GENERAL FUND BUDGETARY HIGHLIGHTS

There were minor differences between expenditures in the District's original budget and the final amended budget. There were no additional appropriations necessary during the year. Actual revenues and other sources were more than budgeted amounts by \$8,590 due mostly to higher miscellaneous revenue for prior year refunds and rebates.

Actual expenditures were less than budgeted by \$414,757. Positive budget variances occurred in the Purchased Services category of \$244,860 (primarily due to lower than anticipated costs regarding specialized student services, overall reduction in Utilities expense, lower than anticipated special education tuition and transportation expenses), in the Supplies & Materials category by \$143,425 (primarily due to lower costs than anticipated). The Schedule of Revenues and Expenditures - Budget to Actual is presented as required supplemental information, following the Notes to the Financial Statements.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

CAPITAL ASSETS

As of June 30, 2019, the District's investment in capital assets for its governmental and business-type activities was \$78.2 million less accumulated depreciation of \$47.7 million for net capital assets of \$30.5 million. This investment in capital assets includes buildings and building improvements, equipment (primarily computer equipment and school lunch equipment), furniture and vehicles. Additional information related to capital assets can be found in the note 5 to the financial statements.

	Governmental		Business-Type Activity		Total	
	2019	2018	2019	2018	2019	2018
Building and improvements	\$ 74,228,762	\$ 73,036,221	\$ -	\$ -	\$ 74,228,762	\$ 73,036,221
Equipment	2,966,444	2,817,581	324,282	324,282	3,290,726	3,141,863
Vehicles	297,587	297,587	-	-	297,587	297,587
Furniture	376,439	369,995	-	-	376,439	369,995
	<u>77,869,232</u>	<u>76,521,384</u>	<u>324,282</u>	<u>324,282</u>	<u>78,193,514</u>	<u>76,845,666</u>
Depreciation:						
Building and improvements	(44,555,781)	(42,392,472)	-	-	(44,555,781)	(42,392,472)
Equipment	(2,235,722)	(1,973,667)	(276,909)	(260,141)	(2,512,631)	(2,233,808)
Vehicles	(302,889)	(277,385)	-	-	(302,889)	(277,385)
Furniture	(314,952)	(305,691)	-	-	(314,952)	(305,691)
	<u>(47,409,344)</u>	<u>(44,949,215)</u>	<u>(276,909)</u>	<u>(260,141)</u>	<u>(47,686,253)</u>	<u>(45,209,356)</u>
Capital assets, net	<u>\$ 30,459,888</u>	<u>\$ 31,572,169</u>	<u>\$ 47,373</u>	<u>\$ 64,141</u>	<u>\$ 30,507,261</u>	<u>\$ 31,636,310</u>

CAPITAL RESERVE FUNDS

The District maintains a special fund for costs incurred for capital projects. The RI law was changed in 1998 to allow Housing Aid reimbursement of non-bonded capital projects paid for out of a district capital reserve fund. However, the district must document that projects reimbursed under this provision of the law are indeed supported by properly constituted capital reserve funds. The District, therefore, maintains a separate fund for this specific purpose. The funds to support these projects are budgeted and transferred from the General Fund. The transfers made during the 2019 fiscal year were \$977,500 compared to transfers of \$1,752,314 in fiscal year 2018.

LONG TERM DEBT

At June 30, 2019, the District had long-term liabilities; all related to governmental activities, totaling \$79.7 million consisting of general obligation debt and compensated absences, with the amounts due within one-year totaling \$1.4 million. The schedule that follows shows outstanding long-term liabilities at June 30, 2019. Additional information related to long-term debt can be found in Note 6 to the financial statements.

	Governmental		Business-Type Activity		Total	
	2019	2018	2019	2018	2019	2018
General obligation bonds payable	\$ 12,542,089	\$ 10,984,037	\$ -	\$ -	\$ 12,542,089	\$ 10,984,037
Compensated absences	1,685,198	1,451,845	-	-	1,685,198	1,451,845
Net OPEB liability	16,380,641	17,698,998	-	-	16,380,641	17,698,998
ERS - net pension liability	42,654,902	41,326,250	-	-	42,654,902	41,326,250
MERS - net pension liability	6,440,839	6,874,840	-	-	6,440,839	6,874,840
	<u>\$ 79,703,669</u>	<u>\$ 78,335,970</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,703,669</u>	<u>\$ 78,335,970</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Management Discussion and Analysis

For the Year Ended June 30, 2019

NEXT YEAR' S BUDGET (FY20)

- \$\$684,000 was transferred from an Enterprise Fund to General Fund and was assigned to Social Emotional Learning by the School Committee-of that \$684K, \$313,933 is Budgeted Use of Fund Balance in FY20 Budget.
- Of the \$423,347 of FY19 Excess Revenue over Expenditures-General Fund. \$205,737 is assigned to Capital Fund to pay final lease payment for computers.
- Per policy 4% of Budgeted Operating Expenditures are assigned (2% for immediate cash flow and 2% for unanticipated expenditures/emergencies).
- Member Town contributions increased by 6%.

Request for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the Bristol Warren Regional School District's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to:

*Director of Administration and Finance
Bristol Warren Regional School District
151 State Street
Bristol, RI 02809-2205*

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

Fund Financial Statements:

Governmental Funds

Proprietary Funds

Fiduciary Funds

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Statement of Net Position

June 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Mt. Hope High School Homebuilding Project, Inc.
ASSETS				
<i>Current Assets:</i>				
Cash and cash equivalents	\$ 4,621,493	\$ 1,594,382	\$ 6,215,875	\$ 181,169
Intergovernmental receivables	1,474,022	22,737	1,496,759	-
Internal balances	643,321	(643,321)	-	-
Intra-Entity payable	5,613	-	5,613	-
Other receivables	77,456	13,476	90,932	-
<i>Total Current Assets</i>	<u>6,821,905</u>	<u>987,274</u>	<u>7,809,179</u>	<u>181,169</u>
<i>Non-Current Assets:</i>				
Capital assets being depreciated, net	30,459,888	47,373	30,507,261	-
Net pension asset - TSB	3,948,426	-	3,948,426	-
<i>Total Non-Current Assets</i>	<u>34,408,314</u>	<u>47,373</u>	<u>34,455,687</u>	<u>-</u>
Total assets	<u>41,230,219</u>	<u>1,034,647</u>	<u>42,264,866</u>	<u>181,169</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred charge on bond refunding, net	663,338	-	663,338	-
Deferred pension outflows	11,592,354	-	11,592,354	-
Total deferred outflows of resources	<u>12,255,692</u>	<u>-</u>	<u>12,255,692</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 53,485,911</u>	<u>\$ 1,034,647</u>	<u>\$ 54,520,558</u>	<u>\$ 181,169</u>

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Statement of Net Position

June 30, 2019

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Mt. Hope High School Homebuilding Project, Inc.
LIABILITIES				
<i>Current Liabilities:</i>				
Accounts payable and accrued expenses	\$ 2,854,731	\$ 64,424	\$ 2,919,155	\$ -
Accrued interest	141,046	-	141,046	-
Long-term liabilities:				
Portion due or payable within one year:				
Bonds payable	1,277,454	-	1,277,454	-
Compensated absences	110,000	-	110,000	-
<i>Total Current Liabilities</i>	<u>4,383,231</u>	<u>64,424</u>	<u>4,447,655</u>	<u>-</u>
<i>Non-Current Liabilities:</i>				
Portion due or payable in more than one year:				
Bonds payable	11,264,635	-	11,264,635	-
Compensated absences	1,575,198	-	1,575,198	-
Net OPEB liability	16,380,641	-	16,380,641	-
Net pension liability	49,095,741	-	49,095,741	-
<i>Total Non-Current Liabilities</i>	<u>78,316,215</u>	<u>-</u>	<u>78,316,215</u>	<u>-</u>
Total liabilities	<u>\$ 82,699,446</u>	<u>\$ 64,424</u>	<u>\$ 82,763,870</u>	<u>\$ -</u>
DEFERRED INFLOWS OF RESOURCES				
Unearned revenue	194,237	-	194,237	-
Deferred pension inflows	4,227,596	-	4,227,596	-
Total deferred inflows of resources	<u>4,421,833</u>	<u>-</u>	<u>4,421,833</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	18,440,091	47,373	18,487,464	-
Restricted for school improvement	148,041	-	148,041	-
Restricted for grant eligible educational expenses	317,799	-	317,799	-
Restricted for scholarships	35,850	-	35,850	-
Unrestricted	(52,577,149)	922,850	(51,654,299)	181,169
<i>Total net position</i>	<u>(33,635,368)</u>	<u>970,223</u>	<u>(32,665,145)</u>	<u>181,169</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 53,485,911</u>	<u>\$ 1,034,647</u>	<u>\$ 54,520,558</u>	<u>\$ 181,169</u>

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2019

	<u>Net (Expense) Revenue and Changes in Net Position</u>							
	<u>Program Revenues</u>				<u>Primary Government</u>			<u>Component Unit</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Mt. Hope High School Homebuilding Project, Inc.</u>
Governmental Activities								
Salaries	\$ 31,686,436	\$ -	\$ 1,344,696	\$ -	\$ (30,341,740)	\$ -	\$ (30,341,740)	\$ -
Employee benefits	11,801,789	-	452,235	-	(11,349,554)	-	(11,349,554)	-
Purchased services	8,227,668	-	231,971	-	(7,995,697)	-	(7,995,697)	-
Supplies and materials	1,574,374	-	119,126	78,000	(1,377,248)	-	(1,377,248)	-
Other	146,320	-	96,857	-	(49,463)	-	(49,463)	-
State contribution to pension plan	3,028,737	-	3,028,737	-	-	-	-	-
Capital expenditures	2,293,673	-	-	32,123	(2,261,550)	-	(2,261,550)	-
Interest and fiscal charges	527,902	-	-	-	(527,902)	-	(527,902)	-
Unallocated depreciation / amortization	2,465,079	-	-	-	(2,465,079)	-	(2,465,079)	-
Total governmental activities	61,751,978	-	5,273,622	110,123	(56,368,233)	-	(56,368,233)	-
Business-Type Activities								
School lunch	1,242,848	814,693	557,992	-	-	129,837	129,837	-
Non-major enterprise fund activity	679,211	749,984	-	-	-	70,773	70,773	-
Total business-type activities	1,922,059	1,564,677	557,992	-	-	200,610	200,610	-
Total primary government	\$ 63,674,037	\$ 1,564,677	\$ 5,831,614	\$ 110,123	\$ (56,368,233)	\$ 200,610	\$ (56,167,623)	\$ -
Component Unit								
Mt Hope HS Homebuilding Project, Inc.	217	-	-	-	-	-	-	(217)
Total component unit	217	-	-	-	-	-	-	(217)
Total District	\$ 63,674,254	\$ 1,564,677	\$ 5,831,614	\$ 110,123	\$ (56,368,233)	\$ 200,610	\$ (56,167,623)	\$ (217)

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2019

	Net (Expense) Revenue and Changes in Net Position			
	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Mt. Hope High School Homebuilding Project, Inc.
Total Bristol Warren Regional School District	\$ (56,368,233)	\$ 200,610	\$ (56,167,623)	\$ (217)
General revenues				
Contributions from towns	\$ 38,068,467	\$ -	\$ 38,068,467	\$ -
State aid to education	14,623,085	-	14,623,085	-
Housing aid	1,979,375	-	1,979,375	-
Miscellaneous	573,469	-	573,469	-
Earnings on investments	70,119	-	70,119	20
Total general revenues	55,314,515	-	55,314,515	20
Transfers in	1,661,500	-	1,661,500	-
Transfers out	(977,500)	(684,000)	(1,661,500)	-
Total general revenues, special items, and transfers	55,998,515	(684,000)	55,314,515	20
Changes in net position	(369,718)	(483,390)	(853,108)	(197)
Net position - beginning of year	(33,265,650)	1,453,613	(31,812,037)	181,366
Net position - end of year	\$ (33,635,368)	\$ 970,223	\$ (32,665,145)	\$ 181,169

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Governmental Funds

Balance Sheet

June 30, 2019

	<u>General Fund</u>	<u>Debt Service</u>	<u>School Building Improvements</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash and cash equivalents	\$ 4,829,183	\$ (235,378)	\$ 961,131	\$ (933,443)	\$ 4,621,493
Receivables:					
Intergovernmental	38,388	-	-	1,435,634	1,474,022
Other	24,487	-	-	52,969	77,456
Due from other funds	899,142	235,378	-	17,229	1,151,749
Total assets	<u>5,791,200</u>	<u>-</u>	<u>961,131</u>	<u>572,389</u>	<u>7,324,720</u>
Deferred outflows of resources					
Deferred outflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 5,791,200</u>	<u>\$ -</u>	<u>\$ 961,131</u>	<u>\$ 572,389</u>	<u>\$ 7,324,720</u>
Liabilities					
Accounts payable and accrued expenses	\$ 2,017,090	\$ -	\$ 813,090	\$ 24,551	\$ 2,854,731
Due to other funds	308,626	-	-	194,189	502,815
Total liabilities	<u>2,325,716</u>	<u>-</u>	<u>813,090</u>	<u>218,740</u>	<u>3,357,546</u>
Deferred inflows of resources					
Unearned revenue	194,237	-	-	-	194,237
Total deferred inflows of resources	<u>194,237</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>194,237</u>
Fund balance					
Restricted	-	-	148,041	353,649	501,690
Committed	313,993	-	-	-	313,993
Assigned	2,413,783	-	-	-	2,413,783
Unassigned	543,471	-	-	-	543,471
Total fund balance	<u>3,271,247</u>	<u>-</u>	<u>148,041</u>	<u>353,649</u>	<u>3,772,937</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 5,791,200</u>	<u>\$ -</u>	<u>\$ 961,131</u>	<u>\$ 572,389</u>	<u>\$ 7,324,720</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Governmental Funds

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

June 30, 2019

Total governmental fund balances	\$ 3,772,937
Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital assets, net	30,459,888
Net pension assets	3,948,426
Other long-term liabilities are being amortized over various periods of length, and, therefore, are deferred outflows of resources in the funds.	12,255,692
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred inflows of resources in the funds.	(4,227,596)
In the statement of activities, interest is accrued on outstanding long-term debt whereas in governmental funds interest is not reported until due.	(141,046)
Long-term liabilities are not due and payable in the current period period and, therefore are not reported in the governmental funds.	
Bond premium/discount on refunding	(1,687,089)
Bonds and notes payable	(10,855,000)
Net pension liability	(49,095,741)
Compensated absences	(1,685,198)
Other postemployment benefits	<u>(16,380,641)</u>
Net position of governmental activities	<u><u>\$ (33,635,368)</u></u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2019

	<u>General Fund</u>	<u>Debt Service</u>	<u>School Building Improvements</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Contributions from member towns					
Town of Bristol	\$ 26,331,830	\$ 163,823	\$ -	\$ -	\$ 26,495,653
Town of Warren	11,501,259	71,555	-	-	11,572,814
State aid	14,623,085	-	-	-	14,623,085
Housing aid	-	1,350,772	628,603	-	1,979,375
Intergovernmental	-	-	-	2,155,250	2,155,250
Investment income	68,452	-	-	1,667	70,119
State contribution to pension plan	2,425,745	-	-	-	2,425,745
Medicaid	475,648	-	-	-	475,648
Other income	198,490	-	78,000	121,796	398,286
Total revenue	<u>55,624,509</u>	<u>1,586,150</u>	<u>706,603</u>	<u>2,278,713</u>	<u>60,195,975</u>
Expenditures					
Salaries	30,105,516	-	-	1,347,567	31,453,083
Employee benefits	12,705,034	-	-	452,240	13,157,274
Purchased services	7,964,117	-	-	263,551	8,227,668
Supplies and materials	1,426,299	-	-	148,075	1,574,374
Other	145,668	-	116,569	77,957	340,194
State contribution to pension plan	2,425,745	-	-	-	2,425,745
Capital outlay	428,783	-	3,181,590	36,098	3,646,471
Debt service					
Principal	-	2,010,000	-	-	2,010,000
Interest	-	553,650	-	-	553,650
Total expenditures	<u>55,201,162</u>	<u>2,563,650</u>	<u>3,298,159</u>	<u>2,325,488</u>	<u>63,388,459</u>
Excess (deficiency) of revenues over expenditures	423,347	(977,500)	(2,591,556)	(46,775)	(3,192,484)
Other financing sources (uses)					
Transfers in	684,000	977,500	-	-	1,661,500
Transfers out	(977,500)	-	-	-	(977,500)
Other financing sources (uses)	<u>(293,500)</u>	<u>977,500</u>	<u>-</u>	<u>-</u>	<u>684,000</u>
Excess of revenue and other sources over expenditures and other uses	129,847	-	(2,591,556)	(46,775)	(2,508,484)
Fund balance, beginning of the year	3,141,400	-	2,739,597	400,424	6,281,421
Fund balance, end of the year	<u>\$ 3,271,247</u>	<u>\$ -</u>	<u>\$ 148,041</u>	<u>\$ 353,649</u>	<u>\$ 3,772,937</u>

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities

For the Year Ended June 30, 2019

Net change in fund balances - total governmental funds	\$ (2,508,484)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(1,112,281)
Loss on refunding of bond which will be deferred and amortized over the life of the new bond.	(100,707)
Changes in assumptions to the state pension plan as well as differences between actual and expected experience and investment income which are deferred and amortized over multiple years to smooth out pension expense.	541,367
The issuance of long-term debt (e.g., bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term consumes the financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	2,203,874
In the Statement of Activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest, is not reported until due.	25,748
The other postemployment benefit expense reported in the Statement of Activities requires the use of current financial resources and is not reported as an expenditure in the governmental funds.	1,318,357
Expenses reported in the Statement of Activities for net pension liability do not require the current financial resources, and therefore, are not reported as expenditures in the governmental funds.	(504,239)
Expenses reported in the Statement of Activities for compensated absences do not require the current financial resources, and therefore, are not reported as expenditures in the governmental funds.	<u>(233,353)</u>
Change in net position of governmental activities	<u>\$ (369,718)</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Proprietary Funds

Statement of Net Position

June 30, 2019

	<u>Enterprise Funds</u>		
	<u>School Lunch</u>	<u>Other Non-Major</u>	<u>Total Enterprise</u>
Assets			
<i>Current assets</i>			
Cash and cash equivalent	\$ 564,832	\$ 1,029,550	\$ 1,594,382
Due from federal and state governments	22,737	-	22,737
Other receivables	3,851	9,625	13,476
Due from other funds	60,000	100	60,100
<i>Total current assets</i>	<u>651,420</u>	<u>1,039,275</u>	<u>1,690,695</u>
<i>Non-current assets</i>			
Capital assets, net	47,373	-	47,373
<i>Total non-current assets</i>	<u>47,373</u>	<u>-</u>	<u>47,373</u>
<i>Total assets</i>	<u>698,793</u>	<u>1,039,275</u>	<u>1,738,068</u>
Deferred outflows of resources			
Deferred outflows	-	-	-
<i>Total assets and deferred outflows of resources</i>	<u>\$ 698,793</u>	<u>\$ 1,039,275</u>	<u>\$ 1,738,068</u>
Liabilities			
<i>Current liabilities</i>			
Accounts payable and accrued expenses	\$ 48,966	\$ 15,458	\$ 64,424
Due to other funds	2,963	700,458	703,421
<i>Total liabilities</i>	<u>51,929</u>	<u>715,916</u>	<u>767,845</u>
Deferred inflows of resources			
Deferred inflows	-	-	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position			
Net investment in capital assets	47,373	-	47,373
Unrestricted	599,491	323,359	922,850
<i>Total liabilities, deferred inflows of resources and net position</i>	<u>\$ 698,793</u>	<u>\$ 1,039,275</u>	<u>\$ 1,738,068</u>

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Proprietary Funds

Statement of Revenues, Expenses and Changes in Net Position

For the Year Ended June 30, 2019

	<u>Enterprise Funds</u>		
	<u>School Lunch</u>	<u>Other Non-Major</u>	<u>Total Enterprise</u>
Operating revenues			
Charges for usage and services	\$ 813,985	\$ 748,347	\$ 1,562,332
Other income	708	1,637	2,345
Intergovernmental	557,992	-	557,992
	<u>1,372,685</u>	<u>749,984</u>	<u>2,122,669</u>
Operating expenses			
Salaries	-	536,804	536,804
Employee benefits	-	69,990	69,990
Purchased services	1,211,886	8,998	1,220,884
Supplies and materials	556	44,238	44,794
Other	2,687	19,181	21,868
Capital outlay	10,951	-	10,951
Depreciation	16,768	-	16,768
	<u>1,242,848</u>	<u>679,211</u>	<u>1,922,059</u>
Excess (deficiency) of revenue over expenses	<u>129,837</u>	<u>70,773</u>	<u>200,610</u>
Other financing sources (uses)			
Transfers out	-	(684,000)	(684,000)
Total other financing sources and (uses)	<u>-</u>	<u>(684,000)</u>	<u>(684,000)</u>
Change in net position	129,837	(613,227)	(483,390)
Total net position beginning of the year	<u>517,027</u>	<u>936,586</u>	<u>1,453,613</u>
Total net position end of year	<u>\$ 646,864</u>	<u>\$ 323,359</u>	<u>\$ 970,223</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Proprietary Funds

Statement of Cash Flows

For the Year Ended June 30, 2019

	<u>Major</u>		
	<u>School</u>	<u>Other</u>	<u>Total</u>
	<u>Lunch</u>	<u>Non-Major</u>	<u>Enterprise</u>
Cash flows from operating activities			
Cash received from customers	\$ 813,985	\$ 748,347	\$ 1,562,332
Cash received from grantors	635,031	-	635,031
Cash due from other sources	-	19,486	19,486
Cash paid for salaries and benefits	-	(606,794)	(606,794)
Cash paid to other sources	(3,143)	-	(3,143)
Cash paid to suppliers	(1,244,214)	(75,997)	(1,320,211)
Net cash provided (used) by operating activities	<u>201,659</u>	<u>85,042</u>	<u>286,701</u>
Cash flows from noncapital financing activities			
Interfund borrowings	(57,037)	-	(57,037)
Transfers to other funds	-	16,358	16,358
Net cash provided by noncapital financing activities	<u>(57,037)</u>	<u>16,358</u>	<u>(40,679)</u>
Net increase in cash and cash equivalents	144,622	101,400	246,022
Balances-beginning of the year	<u>420,210</u>	<u>928,150</u>	<u>1,348,360</u>
Balances-end of the year	<u>\$ 564,832</u>	<u>\$ 1,029,550</u>	<u>\$ 1,594,382</u>
Displayed as:			
Cash and cash equivalents	<u>\$ 564,832</u>	<u>\$ 1,029,550</u>	<u>\$ 1,594,382</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Proprietary Funds

Statement of Cash Flows

For the Year Ended June 30, 2019

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

Operating income (loss)	\$ 129,837	\$ 70,773	\$ 200,610
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	16,768	-	16,768
Change in assets and liabilities:			
(Increase) decrease in other receivable	(3,851)	17,849	13,998
(Increase) decrease in intergovernmental receivable	77,039	-	77,039
Increase (decrease) accounts payable and accrued expenses	<u>(18,134)</u>	<u>(3,580)</u>	<u>(21,714)</u>
Net cash provided (used) by operating activities	<u>\$ 201,659</u>	<u>\$ 85,042</u>	<u>\$ 286,701</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Fiduciary Funds

Statement of Fiduciary Net Position

June 30, 2019

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 171,712
Due from other funds	<u>1,295</u>
Total assets	<u>173,007</u>
Liabilities	
Due to other funds	6,908
Deposits held	<u>166,099</u>
Total liabilities	<u>173,007</u>
Net Position	
Total net position	<u>-</u>
Total liabilities and net position	<u>\$ 173,007</u>

The accompanying notes are an integral part of this statement

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

1. Reporting Entity

Primary Government

The accounting policies of the Bristol Warren Regional School District conform to accounting principles generally accepted in the United States of America as applied to governmental entities. The following notes to the basic financial statements are an integral part of the District's basic financial statements.

The Bristol Warren Regional School District was formed through enabling legislation of the State of Rhode Island dated June 26, 1991, for the purpose of operating elementary and secondary schools within the Town of Bristol and Warren. The District is governed by an elected School Committee.

Component Unit

As required by generally accepted accounting principles, those basic financial statements present the Bristol Warren Regional School District. Based on the criteria established by the Governmental Accounting Standards Board (GASB) Statement 61, the Bristol Warren Regional School District is a component unit of the Town of Bristol, Rhode Island (the primary government). The Town of Bristol has included the Bristol Warren Regional School District in its basic financial statements as a component unit.

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 GASB Statement No. 61. 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 exists:

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

The following entity was considered for classification as a component unit for fiscal year 2019:

- * Mt. Hope High School Homebuilding Project, Inc.

2. Summary of Significant Accounting Policies

The Mt. Hope High School Homebuilding Project Inc., a not for profit agency was formed in October of 1989. The corporation was established to construct and remodel residential houses for educational purposes and supports the Bristol Warren Regional School District's Mt. Hope High School Technology Program. As a result of financial accountability, the Corporation is included as a discretely presented component unit in the financial statements of the District.

The accounting policies of the District conform to the governmental basis of accounting. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies followed by the District:

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Basis of Presentation

Government - Wide Financial Statements

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

Fund Financial Statements

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

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

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

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

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditures for certain purposes.

Capital Project Funds

Capital Project Funds are used to account for resources restricted for the acquisition or construction of specific capital projects or items.

Permanent Funds

The Permanent Funds account for assets held by the District 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.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Proprietary Funds

Proprietary funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the Proprietary Funds consist of customer charges for uses and services and certain other miscellaneous revenues. All other revenues of the Proprietary Funds are considered non-operating sources of revenue.

Fiduciary Funds (Not included in government-wide statements)

Agency Funds

Agency funds account for assets held by the District in a purely custodial capacity. The reporting entity includes one agency fund. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. The agency fund is the Student Activity Funds.

Measurement Focus

On 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 defined in item (a-c) below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities 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.
- b. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- c. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

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

In the fund financial statements, governmental funds and agency 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 general obligation bond principal and interest which are reported when due.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Basis of Accounting (continued)

Proprietary funds distinguish operating revenues and expenses from non-operating 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 the services, including administration and depreciation on capital assets. All other revenue and expense items not meeting these criteria are reported as non-operating revenues and expenses.

Cash and Cash Equivalents - Cash and cash equivalents and restricted cash (held by trustee) include highly liquid investments with a maturity of three months or less when purchased. Restricted cash has been classified as noncurrent as it primarily represents unspent bond proceeds restricted for future capital spending.

Accounts Receivable - In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include amounts due from the State of Rhode Island.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible 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.

Inventory - Inventory and supplies are recorded as expenditures when purchased.

Capital Assets - The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, long-lived are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their estimated fair value at the date of donation.

Capital assets are defined by the District, as assets with an initial individual cost of \$5,000 or more and an estimated useful life in excess of one year.

Depreciation of all exhaustible capital assets is recorded, as an unallocated expense in the *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 of depreciation. The range of estimated useful lives by type of asset is as follows:

Building and Improvements	10 - 50 years
Equipment	5 - 15 years
Vehicles	5 - 7 years

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

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

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position can report a separate section for deferred outflows of resources. This separate section represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense) until that later date. In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate section represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses of expenditures) until that later date. At June 30, 2019, the District had various items that qualified as a deferred outflow of resources: including deferred charges on refunding and deferred pension outflows reported in the government-wide statement of net position.

In addition to liabilities, the statement of net 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, 2019, the District had deferred charges on bond refunding and deferred inflows related to State pension plans.

Compensated Absences - Under the terms of various contracts and policies, District employees are granted vacation, sick leave, and other termination benefits based on length of service. The District's policy is to recognize the cost of vacation and sick leave in governmental funds when paid and on the accrual basis in proprietary funds. The amount of earned but unpaid vacation and sick leave relating to governmental fund employees is recorded as long-term debt in the government-wide financial statements.

Fund Financial Statements - In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Interfund Transactions

Interfund activity within and among the funds of the District 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.
- Non-reciprocal interfund activities:
 - Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after non-operating revenues and expenses.
- Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.

Pensions

ERS Teacher Employer Units

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Employees' Retirement System plan (ERS) and the additions to/deductions from ERS' fiduciary net position have been determined on the same basis as they are reported by ERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Pensions (continued)

MERS Agent Plan Employer Units

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

TSB Employer Units

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Survivors Benefit plan (TSB) and the additions to/deductions from TSB fiduciary net position have been determined on the same basis as they are reported by TSB. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Post -Employment Benefits

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

Equity Classifications

Government-Wide Statements

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

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

Fund Statements

Fund balance is classified as non-spendable, restricted, committed, assigned or unassigned as described below:

- (a) Non-Spendable - the amount of fund balance that cannot be spent because it is either not in spendable form or there is a legal or contractual requirement for the funds to remain intact. At the end of each fiscal year, the

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Fund Statements (continued)

Director of Administration and Finance will report the portion of the fund balance that is not in spendable form as Non-Spendable on the annual financial statements.

- (b) Restricted - the amount of fund balance that can only be spent on specific expenditures due to constraints on the spending because of legal restrictions, outside party creditors, and grantor/donor requirements. The Districts restricted fund balance amount are considered to have been spent when an expenditure has been incurred satisfying such restriction. At the end of each fiscal year, the Director of Administration and Finance will report restricted fund balance amounts that have applicable legal restrictions.
- (c) Committed - the amount of fund balance that includes the portion of the spendable fund balance but has constraints on the spending that the Bristol Warren Regional School Committee or the Joint Finance Committee has imposed upon itself by a formal action by vote. This constraint must be imposed prior to the fiscal year end, but the specific amount may be determined at a later date. At the end of each fiscal year, 4% of total general fund budgeted operating expenditures will be committed in order to accommodate immediate cash now (2%) and needs for unanticipated expenditures and/or emergencies (2%).
- (d) Assigned - the amount of fund balance that includes the portion of the spendable fund balance that reflects funds intended to be used by the government for specific purposes assigned by information operational planning. The assigned fund balance represents a "plan" for spending the amount, but it is not restricted or committed. The authority to "assign" fund balance is designated to the Director of Administration and Finance.
- (e) Unassigned - the amount of fund balance that is in the General Fund and includes all spendable amounts that are not otherwise contained in the classifications listed above, and therefore, not subject to any constraints or intended use. Unassigned amounts are available for any purpose. These are current resources available for which there are no external or self-imposed limitations or set spending plan. Although there is generally no set spending plan for the unassigned portion, there is a need to maintain a certain funding level. Unassigned fund balance is commonly used for emergency expenditures not previously considered. In addition, the resources classified as unassigned can be used to cover expenditures for revenues not yet received.

District shall, when possible, expend funds beginning with those funds that have the highest level of restriction first, and will spend those funds with the lowest level of restriction last. It shall be the Director of Administration and Finance's responsibility to ensure the District's expenditures are appropriately classified based on the restrictions (both external and internal) of the revenue and fund balance(s) in accordance with the above policy. See Note 7 for current year classification of fund balance. Proprietary net position is classified the same as in the government-wide statements.

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

Summarized Financial Information - The financial information for the year June 30, 2019, presented for comparative purposes is not intended to be a complete financial statement presentation. Certain amounts in the prior year financial statements may have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Fund Statements (continued)

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.

Revenues, Expenditures and Expenses

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

Program Revenues and Expenses

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

Bond Premiums

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

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

Interfund Activity

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

During the fiscal year ending June 30, 2019, the District adopted the following new accounting standards issued by GASB:

The GASB issued Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements in March 2018. This Statement improves the information that is disclosed in notes to government financial statements related to debt, including direct borrowing and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This Statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. The requirements of this Statement are effective for periods beginning after June 15, 2018. **Management has adopted the applicable requirements of this new standard in Fiscal Year 2019.**

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

2. Summary of Significant Accounting Policies (continued)

Accounting standards that the District is currently reviewing for applicability and potential impacts in future financial statements include:

The GASB issued Statement No. 83, Certain Asset Retirement Obligations in November 2016. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. The requirements of this Statement are effective for periods beginning after June 15, 2018. In Fiscal year 2019, the District determined that these requirements are not expected to affect the financial reporting for the District.

The GASB issued Statement No. 84, Fiduciary Activities in January 2017. This Statement establishes standards of accounting and financial reporting for fiduciary activities. The requirements of this Statement are effective for periods beginning after December 15, 2018. The District will be evaluating the future impact of this standard.

The GASB issued Statement No. 87, Leases in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. The requirements of this Statement are effective for periods beginning after December 15, 2019. The District will be evaluating the future impact of this standard.

The GASB issued Statement No. 89, Accounting for Interest Cost Incurred before the End of Construction Period. This Statement requires that interest cost incurred before the end of construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. Earlier application is encouraged. Changes adopted to conform to the provisions of this Statement should be applied prospectively. The District will be evaluating the future impact of this standard.

The GASB issued Statement No. 90, Major Equity Interests, an amendment of GASB Statements No. 14 and No. 61 in August 2018. This Statement improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and improves the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. The District will be evaluating the future impact of this standard.

3. Budgetary Data

In accordance with the District's by laws, the District has formally established budgetary accounting controls for its General Fund. The General Fund operating budget is prepared annually and submitted to the School Committee and member Districts for approval. The School District's outstanding encumbrances at year end are carried forward as a reservation of fund balance.

The budget to actual presentation in the financial statements includes amended budget amounts. The budget may be amended in the following manner: transfers under \$10,000 may be approved by the Superintendent with written notification to the School Committee and transfers exceeding \$10,000 must be approved by the School Committee.

The School District's General Fund budget is prepared on a budgetary basis of accounting, which is not in conformity with generally accepted accounting principles. The budget to actual presentation in the financial statements is presented on the budgetary basis of accounting.

Because accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with GAAP, a reconciliation of these differences is presented in the notes to required supplementary information.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

4. Cash and Cash Equivalents

Cash deposits: The District's cash deposits are in one financial institution. The carrying amount of deposits is separately displayed on the Statement of Net Position as "cash and cash equivalents".

The District maintains deposits at local financial institutions. At year end, the book balance of these deposits (including Fiduciary funds) was \$6,387,587 and the bank balance was \$7,948,195 of which \$250,000 was covered by federal depository insurance. In accordance with State law, the uninsured amount of \$7,698,195 is collateralized by the financial institution. At year end, the District component unit had a book and bank balance of \$181,169 of which \$181,169 was covered by federal depository insurance.

In accordance with Rhode Island General Laws, Chapter 35-10.1, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent of time deposits with maturities greater than sixty days. Any of these institutions, which do not meet minimum capital standards prescribed by federal regulators, shall insure or pledge eligible collateral equal to one hundred percent of deposits, regardless of maturity.

Essential risk information regarding the District's deposits and investments is presented below.

Custodial credit risk - Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the District will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2019, \$7,698,195 of the District's bank balance of \$7,948,195 was exposed to custodial credit risk.

Interest rate risk - Funds held by the District are invested in accordance with the District's investment policy. This investment policy does not limit investment maturities as a means of limiting its exposure to fair value losses arising from interest rates.

Credit risk - The District's investment policy objective states that all financial assets held by the District shall be invested in a manner that will preserve the value and safety of capital. The District shall invest funds in order to maximize earnings and minimize risk during the period of availability of the funds. The District's investment policy limits investments to U.S. Treasury securities, securities of the U.S. government agencies and instrumentalities that are backed by the full faith and credit or guarantee of the U.S. government, which have a liquid market with a readily determinable market value, investment- grade obligations of the State of Rhode Island, or any municipality or political subdivision of the State of Rhode Island, repurchase agreements backed by collateral, certificate of deposits, money market mutual funds whose portfolios consist of U.S. Treasury securities, U.S. agency obligations and repurchase agreements fully collateralized by such securities and governmental investment products backed by collateral consisting of U.S. Treasury and U.S. Agency securities.

Concentration of credit risk - The District's investment policy is not specific but states that investments shall be diversified to minimize the risk of loss that may occur due to concentration in a specific maturity, a specific issue or a specific class of securities.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

5. Capital Assets

The cost and activity of water capital assets in service and related accumulated depreciation for the year ended June 30, 2019 is as follows:

Governmental Activities	Balance June 30, 2018	Increase	Decrease	Balance June 30, 2019
<i>Capital assets not being depreciated:</i>				
Land	\$ -	\$ -	\$ -	\$ -
<i>Total assets not being depreciated</i>	-	-	-	-
<i>Capital assets being depreciated:</i>				
Building and improvements	73,036,221	1,192,541	-	74,228,762
Equipment	2,817,581	148,863	-	2,966,444
Vehicles	297,587	-	-	297,587
Furniture	369,995	6,444	-	376,439
<i>Total assets being depreciated</i>	76,521,384	1,347,848	-	77,869,232
<i>Depreciation:</i>				
Building and improvements	(42,392,472)	(2,163,309)	-	(44,555,781)
Equipment	(1,973,667)	(262,055)	-	(2,235,722)
Vehicles	(277,385)	(25,504)	-	(302,889)
Furniture	(305,691)	(9,261)	-	(314,952)
<i>Total depreciation</i>	(44,949,215)	(2,460,129)	-	(47,409,344)
<i>Total depreciable capital assets, net</i>	31,572,169	(1,112,281)	-	30,459,888
<i>Governmental activities capital assets, net</i>	<u>\$ 31,572,169</u>	<u>\$ (1,112,281)</u>	<u>\$ -</u>	<u>\$ 30,459,888</u>
Business Type Activities	Balance June 30, 2018	Increase	Decrease	Balance June 30, 2019
<i>Capital assets being depreciated:</i>				
Equipment	\$ 324,282	\$ -	\$ -	\$ 324,282
<i>Total assets being depreciated</i>	324,282	-	-	324,282
<i>Depreciation:</i>				
Equipment	(260,141)	(16,768)	-	(276,909)
<i>Total depreciation</i>	(260,141)	(16,768)	-	(276,909)
<i>Business-type activities capital assets, net</i>	<u>\$ 64,141</u>	<u>\$ (16,768)</u>	<u>\$ -</u>	<u>\$ 47,373</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

6. Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2019 was as follows:

	Balance June 30, 2018	Increase	Decrease	Balance June 30, 2019	Amount Due Within One Year
<i>Governmental Activities:</i>					
Long-term debt:					
General obligation debt (Public Sale)	\$ 12,865,000	\$ -	\$ 2,010,000	\$ 10,855,000	\$ 1,090,000
Total Long-Term Debt	12,865,000	-	2,010,000	10,855,000	1,090,000
Net unamortized premium/discount	1,880,963	-	193,874	1,687,089	187,454
<i>Bonds Payable, Net</i>	<u>\$ 14,745,963</u>	<u>\$ -</u>	<u>\$ 2,203,874</u>	<u>\$ 12,542,089</u>	<u>\$ 1,277,454</u>
Other long-term liabilities:					
Compensated absences	\$ 1,451,845	\$ 233,353	\$ -	\$ 1,685,198	\$ 110,000
Net OPEB liability	17,698,998	-	1,318,357	16,380,641	-
ERS - net pension liability	41,326,250	1,328,652	-	42,654,902	-
MERS - net pension liability	6,874,840	-	434,001	6,440,839	-
<i>Total other long-term liabilities</i>	<u>67,351,933</u>	<u>1,562,005</u>	<u>1,752,358</u>	<u>67,161,580</u>	<u>110,000</u>
<i>Governmental Activities:</i>					
<i>Long-term liabilities</i>	<u>\$ 82,097,896</u>	<u>\$ 1,562,005</u>	<u>\$ 3,956,232</u>	<u>\$ 79,703,669</u>	<u>\$ 1,387,454</u>

Payments on all long-term debt and other long-term liabilities that pertain to the District's governmental activities are made by the General Fund.

General long-term liabilities consist of the long-term liabilities that are not recorded as fund liabilities (i.e., debt of the proprietary funds). Amounts are as follows:

	Date of Issue	Amount Issued	Interest Rate	Maturity Date		Outstanding Balance June 30, 2018	Increase	Decrease	Outstanding Balance June 30, 2019
<i>General obligation debt</i>									
2009	\$8.43M 3/28/2009	\$ 8,430,000	2.0% - 5.0%	7/15/09 - 7/15/18	Various	\$ 960,000	\$ -	\$ 960,000	\$ -
2016	\$12.54M 8/10/2016	\$12,540,000	2.0% - 5.0%	8/10/16 - 4/1/28	Various	11,905,000	-	1,050,000	10,855,000
<i>Total general obligation debt</i>						<u>\$12,865,000</u>	<u>\$ -</u>	<u>\$ 2,010,000</u>	<u>\$10,855,000</u>

Total interest expense paid on general long-term debt for the year ended June 30, 2019 was approximately \$553,650.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

6. Long-Term Liabilities (continued)

Debt service requirements at June 30, 2019 were as follows:

Fiscal Year Ending June 30,	Governmental Activities General Obligation Bonds		
	Principal	Interest	Total
2020	\$ 1,090,000	\$ 496,050	\$ 1,586,050
2021	1,130,000	452,450	1,582,450
2022	1,180,000	407,250	1,587,250
2023	1,225,000	360,050	1,585,050
2024	1,280,000	298,800	1,578,800
2025-2028	4,950,000	541,300	5,491,300
	<u>\$ 10,855,000</u>	<u>\$ 2,555,900</u>	<u>\$ 13,410,900</u>

7. Fund Balance

The District has classified governmental fund balances at June 30, 2019 as follows:

At June 30, 2019 Restricted Fund Balance consisted of the following:

Non-major special revenue funds to be released once restriction on funds is released	
Special revenue funds	\$ 321,441
Permanent Funds held for scholarships	32,208
Capital project funds for future project operations	148,041
<i>Total Restricted Fund Balances</i>	<u>501,690</u>

At June 30, 2019 Committed Fund Balance consisted of the following:

Committed fund balance for open encumbrances	313,993
<i>Total Committed Fund Balance</i>	<u>313,993</u>

At June 30, 2019 Assigned Fund Balance consisted of the following:

Assigned for future expenditures (4%)	2,208,046
Assigned for lease payment for computers	205,737
<i>Total Assigned Fund Balance</i>	<u>2,413,783</u>

At June 30, 2019 Unassigned Fund Balance consisted of the following:

Unassigned	543,471
<i>Total Assigned Fund Balance</i>	<u>543,471</u>
<i>Total Fund Balance</i>	<u>\$ 3,772,937</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

8. 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 or 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 income. There were no interfund balances at June 30, 2019.

The principal purpose of interfund transfers is to provide a financing resource 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, 2019 is as follows:

	<u>Due To</u>	<u>Due From</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Funds:				
General Fund	\$ 308,626	\$ 899,142	\$ 684,000	\$ 977,500
Debt service	-	235,378	977,500	-
Non-Major Governmental Funds:				
Other non-major	194,189	17,229	-	-
Major Enterprise Funds:				
School lunch	2,963	60,000	-	-
Non-Major Enterprise Funds:				
Other non-major	700,458	100	-	684,000
Fiduciary Fund:				
Agency fund	6,908	1,295	-	-
Total All Funds	<u>\$ 1,213,144</u>	<u>\$ 1,213,144</u>	<u>\$ 1,661,500</u>	<u>\$ 1,661,500</u>

9. Commitments and Contingencies

Litigation

During the ordinary course of its operations, the District is a party to various claims, legal actions and complaints. In the opinion of the District's management and legal counsel, the ultimate resolution of any legal actions will not result in a material loss to the District.

Grants

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

10. Risk Management

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; workers' compensation claims; and natural disasters. As a result, the School District participates in a non-profit, public entity risk pool (Rhode Island Interlocal Risk Management Trust, Inc.) which provides coverage for property/liability and worker's compensation claims. Upon joining the Trust, the School District signed a participation agreement which outlines the rights and responsibilities of both the Trust and the School District. The agreement states that for premiums paid by the School District, the Trust will assume financial responsibility for the School District's losses up to the maximum amount of insurance purchased, minus the School District's deductible amounts. The Trust provides this insurance coverage through a pooled, self-insurance mechanism which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust retains internally for payment from the pooled contributions of its members. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past five fiscal years.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan

State Administered Defined Benefit Plan Covering Teachers (Cost Sharing Pension Plan)

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

Employees' Retirement System (ERS) Teacher Employer Units Defined Benefit Pension Plan

General Information about the Pension Plan

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

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

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

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

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

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

Contributions - The funding policy, as set forth in the General Laws, section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2019, BWRSD 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 payroll. The state and the BWRSD 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 BWRSD; the rates were 10.06% and 13.45% of annual covered payroll for the fiscal year ended June 30, 2019 for the state and BWRSD, respectively. The BWRSD contributed \$3,243,167 \$3,208,259, and \$3,063,726 for the fiscal years ended June 30, 2019, 2018 and 2017, respectively, equal to 100% of the required contributions for each year. The State's share of contributions totaling \$2,425,745 for fiscal year 2019 are reflected as on-behalf payments and are included as both revenue and expenditures in the Governmental Funds financial statements.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Employees' Retirement System (ERS) Teacher Employer Units Defined Benefit Pension Plan

General Information about the Pension Plan (continued)

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

At June 30, 2019, the BWRSD reported a liability of \$42,654,902 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the BWRSD 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 BWRSD were as follows:

BWRSD proportionate share of the net pension liability	\$ 42,654,902
State's proportionate share of the net pension liability associated with the BWRSD	<u>31,817,493</u>
Total net pension liability	<u>\$ 74,472,395</u>

The net pension liability was measured as of June 30, 2018, 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, 2017 rolled forward to June 30, 2018. The BWRSD proportion of the net pension liability was based on a projection of the District 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, 2018 the BWRSD proportion was 1.34251087%.

For the year ended June 30, 2019 the BWRSD recognized gross pension expense of \$6,702,996 and revenue of \$3,028,737 for support provided by the State, totaling a net pension expense of \$3,674,259. At June 30, 2019 the BWRSD reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description of Outflows/Inflows</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 623,893	\$ 813,562
Changes in assumptions	3,098,387	501,959
Net difference between projected and actual earnings on pension plan investments	509,495	-
Changes in proportion and differences between employer contributions and proportionate share contributions	1,024,125	1,530,930
Contributions subsequent to the measurement date	<u>3,243,167</u>	<u>-</u>
	<u>\$ 8,499,067</u>	<u>\$ 2,846,451</u>
Net amount of deferred outflows and (inflows) excluding BWRSD contributions subsequent to measurement date		<u>\$ 2,409,449</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Employees' Retirement System (ERS) Teacher Employer Units Defined Benefit Pension Plan

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

\$3,243,167 reported as deferred outflows of resources related to pensions resulting from the BWRSD contributions in fiscal year 2019 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2020	\$ 1,026,098
2021	505,478
2022	(237,208)
2023	280,787
2024	504,719
Thereafter	<u>329,575</u>
	<u>\$ 2,409,449</u>

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

Inflation	2.50%
Salary Increases	3.00% to 13.00%
Investment Rate of Return	7.00%

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

The actuarial assumptions used in the June 30, 2017 valuation rolled forward to June 30, 2018 and the calculation of the total pension liability at June 30, 2018 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2018 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Employees' Retirement System (ERS) Teacher Employer Units Defined Benefit Pension Plan

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (continued)

Actuarial Assumptions (continued)

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long - Term Expected Real Rate of Return</u>
Global equity:		
U.S. equity	20.80%	6.43%
International developed	14.40%	6.72%
Emerging markets equity	4.80%	8.90%
Private Growth		
Private Equity	11.30%	9.08%
Non-Core RE	2.20%	5.03%
Opportunistic Private Credit	1.50%	9.08%
Income		
High Yield Infrastructure	1.00%	3.81%
REITS	1.00%	5.03%
Liquid Credit	2.80%	3.81%
Private Credit	3.20%	3.81%
Crisis Protection Class		
Treasury Duration	4.00%	0.61%
Systematic Trend	4.00%	4.00%
Inflation Protection		
Core Real Estate	3.60%	5.03%
Private Infrastructure	2.40%	5.61%
TIPs	1.00%	1.75%
Natural Resources	1.00%	3.81%
Volatility Protection		
IG Fixed Income	11.50%	2.14%
Absolute Return	6.50%	4.00%
Cash	3.00%	0.61%
Total	<u>100.00%</u>	

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Employees' Retirement System (ERS) Teacher Employer Units Defined Benefit Pension Plan

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

1.00% Decrease (6.0%)	Current Discount Rate (7.0%)	1.00% Increase (8.0%)
\$ 53,667,172	\$ 42,654,902	\$ 34,452,709

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

Defined Contribution Plan Description

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

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

The BWRSD recognized pension expense of \$568,007 for the fiscal year ended June 30, 2019.

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>.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit 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.

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

General employees

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

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

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

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

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

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

Police and Fire employees

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

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

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

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

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.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

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

Other benefit provisions

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

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

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

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

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

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

Employees covered by benefit terms.

At the June 30, 2017 valuation date, the following employees were covered by the benefit terms:

Number of:	
Retirees and Beneficiaries	114
Inactive, Nonretired Members	29
Active Members	<u>118</u>
Total	<u><u>261</u></u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

Contributions - The amount of employee and employer contributions have been established under Rhode Island General Law Chapter 45-21. General employees with less than 20 years of service as of June 30, 2012 are required to contribute 1% of their salaries. General employees with more than 20 years of service as of June 30, 2012 are required to contribute 8.25%. Public safety employees are required to contribute 9% of their salaries. The Bristol Warren Regional School District (BWRSD) contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The (BWRSD) contributed \$787,198 in the year ended June 30, 2019 which was 17.41% of annual covered payroll.

Net Pension Liability (Asset) - The total pension liability was determined by actuarial valuations performed as of June 30, 2017 and rolled forward to June 30, 2018, 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 at the June 30, 2018 measurement date (June 30, 2017 valuation rolled forward to June 30, 2018)	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level Percent of Payroll – Closed
Actuarial Assumptions	
Investment Rate of Return	7.00%
Projected Salary Increases	General Employees - 3.50% to 7.50%; Police & Fire Employees - 4.00% to 14.00%
Inflation	2.50%
Mortality	Mortality – variants of the RP-2014 mortality tables – for the improvement scale, update to the ultimate rates of the MP-2016 projection scale
Cost of Living Adjustments	A 2% COLA is assumed after January 1, 2014.

The actuarial assumptions used in the June 30, 2017 valuation rolled forward to June 30, 2018 and the calculation of the total pension liability at June 30, 2018 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2018 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long - Term Expected Real Rate of Return</u>
Global equity:		
U.S. equity	20.80%	6.43%
International developed	14.40%	6.72%
Emerging markets equity	4.80%	8.90%
Private Growth		
Private Equity	11.30%	9.08%
Non-Core RE	2.20%	5.03%
Opportunistic Private Credit	1.50%	9.08%
Income		
High Yield Infrastructure	1.00%	3.81%
REITS	1.00%	5.03%
Liquid Credit	2.80%	3.81%
Private Credit	3.20%	3.81%
Crisis Protection Class		
Treasury Duration	4.00%	0.61%
Systematic Trend	4.00%	4.00%
Inflation Protection		
Core Real Estate	3.60%	5.03%
Private Infrastructure	2.40%	5.61%
TIPs	1.00%	1.75%
Natural Resources	1.00%	3.81%
Volatility Protection		
IG Fixed Income	11.50%	2.14%
Absolute Return	6.50%	4.00%
Cash	3.00%	0.61%
Total	<u>100.00%</u>	

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

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

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balances as of June 30, 2017	\$ 23,673,955	\$ 16,799,115	\$ 6,874,840
Changes for the year:			
Service cost	410,002	-	410,002
Interest on the total pension liability	1,620,424	-	1,620,424
Changes in benefits	-	-	-
Difference between expected and actual experience	(462,649)	-	(462,649)
Changes in assumptions	-	-	-
Employer contributions	-	692,541	(692,541)
Employee contributions	-	125,446	(125,446)
Net investment income	-	1,297,578	(1,297,578)
Benefit payments, including employee refunds	(1,460,096)	(1,460,096)	-
Administrative expense	-	(17,274)	17,274
Other changes	-	(96,513)	96,513
Net changes	<u>107,681</u>	<u>541,682</u>	<u>(434,001)</u>
Balances as of June 30, 2018	<u>\$ 23,781,636</u>	<u>\$ 17,340,797</u>	<u>\$ 6,440,839</u>

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

<u>1.00% Decrease (6.0%)</u>	<u>Current Discount Rate (7.0%)</u>	<u>1.00% Increase (8.0%)</u>
\$ 9,220,678	\$ 6,440,839	\$ 4,370,547

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Municipal Employees Retirement System, (MERS) Agent Plan Employer Units Agent Multiple Employer Defined Benefit Pension Plan

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

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

For the year ended June 30, 2019 the employer recognized pension expense of \$650,467. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contributions subsequent to the measurement date	\$ 787,198	\$ -
Difference between expected and actual experience	-	608,183
Change in assumptions	667,043	-
Net difference projected and actual earnings on pension plan investments	<u>138,958</u>	<u>-</u>
Total	<u>\$ 1,593,199</u>	<u>\$ 608,183</u>
Deferred outflows/inflows of resources, net less subsequent contributions	<u>\$ 197,818</u>	

\$787,198 reported as deferred outflows of resources related to pensions resulting from the BWRSD contributions in fiscal year 2018 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2019. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Net Deferred Outflows/(Inflows) of Resources</u>
2020	\$ 217,227
2021	219,870
2022	(134,454)
2023	<u>(104,825)</u>
Total	\$ 197,818

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Defined Contribution Plan Description:

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

The BWRSD recognized pension expense of \$43,987, for the fiscal year ended June 30, 2019.

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>.

Teachers' Survivors Benefit (TSB) Pension Plan

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

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

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

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

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

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Teachers' Survivors Benefit (TSB) Pension Plan

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

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

Contributions - The contribution requirements of active employees and the participating school districts were established under Chapter 16-16 of the Rhode Island General Laws, which may be amended by the General Assembly. The cost of the benefits provided by the plan are two percent (2%) of the member's annual salary up to but not exceeding an annual salary of \$9,600; 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 BWRSD contributed \$33,364 \$32,924 and \$27,196 for the fiscal years ended June 30, 2019, 2018 and 2017, respectively, equal to 100% of the required contributions for each year.

At June 30, 2019 the BWRSD reported an asset of \$3,948,426 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, 2018, 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, 2017. The BWRSD proportion of the net pension asset was based on its share of contributions to the TSB for fiscal year 2018 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2019 the BWRSD proportion was 4.42503279%.

For the year ended June 30, 2019 the BWRSD recognized pension expense of \$(70,825) – a increase in the net pension asset.

At June 30, 2019 the BWRSD reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description of Outflows/Inflows</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 672,740	\$ 662,576
Changes in assumptions	520,241	-
Net difference between projected and actual earnings on pension plan investments	89,607	-
Changes in proportion and differences between employer contributions and proportionate share contributions	184,136	110,386
Contributions subsequent to the measurement date	33,364	-
	<u>\$ 1,500,088</u>	<u>\$ 772,962</u>
Net amount of deferred outflows and (inflows) excluding BWRSD contributions subsequent to measurement date		<u>\$ 693,762</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Teachers' Survivors Benefit (TSB) Pension Plan

\$33,364 reported as deferred outflows of resources related to pensions resulting from the BWRSD contributions in fiscal year 2018 subsequent to the measurement date will be recognized as an addition to the net pension asset for the year ended June 30, 2020. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2020	\$ 306,300
2021	175,072
2022	(17,984)
2023	88,954
2024	115,684
Thereafter	25,737
	<u>\$ 693,762</u>

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

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

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

Cost of living 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 June 30, 2017 valuation and the calculation of the total pension liability at June 30, 2018 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2018 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Teachers' Survivors Benefit (TSB) Pension Plan

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long - Term Expected Real Rate of Return</u>
Global equity:		
U.S. equity	20.80%	6.43%
International developed	14.40%	6.72%
Emerging markets equity	4.80%	8.90%
Private Growth		
Private Equity	11.30%	9.08%
Non-Core RE	2.20%	5.03%
Opportunistic Private Credit	1.50%	9.08%
Income		
High Yield Infrastructure	1.00%	3.81%
REITS	1.00%	5.03%
Liquid Credit	2.80%	3.81%
Private Credit	3.20%	3.81%
Crisis Protection Class		
Treasury Duration	4.00%	0.61%
Systematic Trend	4.00%	4.00%
Inflation Protection		
Core Real Estate	3.60%	5.03%
Private Infrastructure	2.40%	5.61%
TIPs	1.00%	1.75%
Natural Resources	1.00%	3.81%
Volatility Protection		
IG Fixed Income	11.50%	2.14%
Absolute Return	6.50%	4.00%
Cash	3.00%	0.61%
Total	<u>100.00%</u>	

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

11. Pension Plan (continued)

Teachers' Survivors Benefit (TSB) Pension Plan

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

1.00%	Current	1.00%
Decrease	Discount Rate	Increase
(6.0%)	(7.0%)	(8.0%)
\$ (2,740,004)	\$ (3,948,426)	\$ (4,848,111)

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

Aggregate Pension Amounts Reported in the Financial Statements:

As required by GASB Statement No. 68, Accounting and Financial Reporting for Pensions and amendment of GASB Statement No. 24 the table below presents the aggregate amount of pension expense, pension liabilities (assets), and deferred inflows and outflows for the defined benefit plans of Bristol Warren regional School District.

BWRSD	MERS	ERS	TSB	Total
Deferred Outflows of Resources - Pension	\$ 1,593,199	\$ 8,499,067	\$ 1,500,088	\$ 11,592,354
Deferred Inflows of Resources - Pension	608,183	2,846,451	772,962	4,227,596
Net Pension Liability (Asset)	6,440,839	42,654,902	(3,948,426)	45,147,315
Pension Expense	650,467	3,674,259	(70,825)	4,253,901
Total	<u>\$9,292,688</u>	<u>\$57,674,679</u>	<u>\$(1,746,201)</u>	<u>\$65,221,166</u>

12. Other Post-Employment Benefits Other Than Pension (OPEB)

Plan description

The District established the Postemployment Benefits ("OPEB") Plan (the "Plan") on December 31, 1994. The Plan, a single-employer defined benefit plan, provides postemployment health care benefits to all District employees who meet years of service and age requirements and, in some cases, to their surviving spouses, who are eligible under the terms of collective bargaining agreements or personal contracts. The Plan does not issue a stand-alone financial report. The Trust's assets and liabilities at June 30, 2018, and its activity for the year then ended are included in the statements of fiduciary net position and changes in fiduciary net position.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

12. Other Post-Employment Benefits Other Than Pension (OPEB) (continued)

Benefits and employee contributions

The School District will pay a percentage of the cost of health insurance benefits for all eligible retirees until age 65 or until Medicare eligible. Employees are required to contribute a co-pay amount. For certain eligible employees with retirement prior to December 31, 1994, the School District is required to pay 100% of the cost of health, dental, and life insurance benefits for life. These benefits are provided under various employee contracts with the School District as well as the former Bristol and Warren School Departments. The School District funds these benefits on a pay as you go basis.

Covered participants

Description	Active Employees	Inactive or Beneficiaries Receiving Benefits	Total
Participants	37	162	199

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

Actuarial methods and assumptions

The projection of future benefit payments for an ongoing plan involves 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 annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the employer and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate potential effects of legal or contractual funding limitations on the pattern of cost-sharing between the employer and plan members in the future. Actuarial calculations reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Some key assumptions are as follows:

Description	Assumption
Single Equivalent Discount Rate	3.51% as of June 30, 2019
Salary Increases	3.00% annually for Certified employees, and 3.25% for Classified employees, plus merit and productivity increases
Inflation	2.50% as of June 30, 2019
Cost Method	Allocation of Actuarial Present Value of Future Benefits for services prior and after Measurement Date was determined using Entry Age Normal Level % of Salary method where: Service Cost for each individual participant, payable from date of employment to date of retirement, is sufficient to pay for the participant's benefit at retirement; and Annual Service Cost is a constant percentage of the participant's salary that is assumed to increase according to Payroll Growth.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

12. Other Post-Employment Benefits Other Than Pension (OPEB) - (continued)

Investment Policy

As there are no plan assets, the District does not have a corresponding investment policy.

Discount Rate

The discount rate used to measure the total OPEB liability was 3.51 percent. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in Net OPEB Liability

	Total OPEB Liability	Increase (Decrease) Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2018	\$ 17,698,998	\$ -	\$ 17,698,998
Service cost	83,000	-	83,000
Interest on net OPEB liability and service cost	662,015	-	662,015
Differences between actual and expected experience	(1,233,913)	-	(1,233,913)
Changes in assumptions	534,844	-	534,844
Benefit payments, including refunds	(1,364,303)	(1,364,303)	-
Contributions - employer	-	1,364,303	(1,364,303)
Contributions - active employees	-	-	-
Net investment income	-	-	-
Net changes	<u>(1,318,357)</u>	<u>-</u>	<u>(1,318,357)</u>
Balances at June 30, 2019	<u>\$ 16,380,641</u>	<u>\$ -</u>	<u>\$ 16,380,641</u>

The components of the net OPEB liability of the District at June 30, 2019 were as follows:

Total OPEB liability	\$ 16,380,641
Plans fiduciary net position	<u>-</u>
District's net OPEB liability	<u>\$ 16,380,641</u>

Plan net position as a percentage of the total OPEB liability	0.00%
--	-------

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

The following presents the net OPEB liability of the District, as well as what the Authority's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.51%) or 1 percentage-point higher (4.51%) than the current discount rate:

	Impact of 1% Change in Discount Rate		
	1% Decrease (2.51%)	Current discount rate (3.51%)	1% Increase (4.51%)
Total OPEB liability	18,045,020	16,380,641	14,967,472

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Notes to the Financial Statements

June 30, 2019

12. Other Post-Employment Benefits Other Than Pension (OPEB) - (continued)

Net OPEB Liability

The following presents the net OPEB liability of the District, as well as what the Authority's net OPEB liability would be if it were calculated using health care cost 79 trend rates that are 1 percentage-point lower or 1 percentage point higher than the current discount rate:

	Impact of 1% Change in Healthcare Trend Rate		
	1% Decrease (4.00%)	Current trend rate (5.00%)	1% Increase (6.00%)
Total OPEB liability	14,860,853	16,380,641	18,147,134

13. Subsequent Events

Management has evaluated subsequent events through December 16, 2019 the date the financial statements were available to be issued. There are no material events to disclose.

REQUIRED SUPPLEMENTARY INFORMATION:

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Budgetary Comparison Schedule – General Fund

For the Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenue				
Contributions from member towns:				
Town of Bristol	\$ 26,495,653	\$ 26,331,830	\$ 26,331,830	\$ -
Town of Warren	11,572,814	11,501,259	11,501,259	-
Intergovernmental Revenue	14,423,418	14,623,085	14,623,085	-
Medicaid	525,000	525,000	475,648	(49,352)
Interest Income	45,000	45,000	68,452	23,452
Miscellaneous	164,000	164,000	198,490	34,490
Total Revenues	<u>53,225,885</u>	<u>53,190,174</u>	<u>53,198,764</u>	<u>8,590</u>
Expenditures				
Salaries	30,362,799	30,125,799	30,105,516	20,283
Employee Benefits	12,610,390	12,746,390	12,705,034	41,356
Purchased Services	8,008,396	8,208,977	7,964,117	244,860
Supplies and Materials	1,627,097	1,569,724	1,426,299	143,425
Capital Outlay	1,200,569	446,699	428,783	17,916
Other Operating Expenditures	73,975	92,585	145,668	(53,083)
Total Expenditures	<u>53,883,226</u>	<u>53,190,174</u>	<u>52,775,417</u>	<u>414,757</u>
Excess of Expenditures over Revenues, Budgetary Basis	<u>657,341</u>	<u>-</u>	<u>423,347</u>	<u>406,167</u>
Other Financing Sources (uses)				
Anticipated Use of Surplus	800,000	-	-	-
Transfer in From Other Funds	-	-	684,000	(684,000)
Transfer to Other Funds	-	-	(977,500)	977,500
Total Other Financing Sources (uses)	<u>800,000</u>	<u>-</u>	<u>(293,500)</u>	<u>293,500</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses, Budgetary Basis	<u>\$ (142,659)</u>	<u>\$ -</u>	<u>\$ 129,847</u>	<u>\$ (12,812)</u>
Adjustment of Budgetary Basis to US GAAP Basis			<u>-</u>	
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses US GAAP Basis			<u>129,847</u>	
Fund Balance July 1, 2018			<u>3,141,400</u>	
Total Fund Balance June 30, 2019			<u>\$ 3,271,247</u>	

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Notes to Required Supplementary Information – Reconciliation of Differences Between
Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

For the Year Ended June 30, 2019

The following reconciliation summarizes the differences between budgetary and GAAP basis accounting principles for the year ended June 30, 2019:

Excess (deficiency) of revenues and other sources over expenditures and other uses (Non-GAPP Budgetary Basis)	\$ 129,847
State Contribution to Teachers Pension Plan Revenue of Behalf	2,425,745
State Contribution to Teachers Pension Plan Expense of Behalf	<u>(2,425,745)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses (GAAP)	<u>\$ 129,847</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Employees' Retirement System Plan (ERS)
Schedule of Changes to Net Pension Liability and Related Ratios

*Last Ten Years**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Employer's proportion of the net pension liability	1.34251087%	1.31024464%	1.37888738%	1.39219208%	1.37675883%
Employer's proportionate share of the net pension liability	\$ 42,654,902	\$ 41,326,250	\$ 41,140,174	\$ 38,327,085	\$ 33,510,315
State's proportionate share of the net pension liability associated with the school district	<u>31,817,493</u>	<u>31,232,716</u>	<u>28,174,978</u>	<u>26,183,862</u>	<u>22,979,567</u>
Total	<u><u>\$ 74,472,395</u></u>	<u><u>\$ 72,558,966</u></u>	<u><u>\$ 69,315,152</u></u>	<u><u>\$ 64,510,947</u></u>	<u><u>\$ 56,489,882</u></u>
Employer's covered employee payroll	\$ 24,112,769	\$ 23,116,337	\$ 23,245,266	\$ 22,653,685	\$ 22,622,110
Employer's proportionate share of the net pension liability as a percentage of its covered employee payroll	176.90%	178.78%	176.98%	169.19%	148.13%
Plan fiduciary net position as a percentage of the total pension liability	54.30%	54.00%	54.06%	57.55%	61.40%

Notes:

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

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Employees' Retirement System Plan (ERS)
Schedule of Contributions

*Last Ten Years**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 3,243,167	\$ 3,208,259	\$ 3,063,726	\$ 3,110,351	\$ 2,904,923
Contributions in relation to the actuarially determined contribution	<u>3,243,167</u>	<u>3,208,259</u>	<u>3,063,726</u>	<u>3,110,351</u>	<u>2,904,923</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 24,112,769	\$ 23,116,337	\$ 23,245,266	\$ 22,653,685	\$ 22,622,110
Contributions as a percentage of covered- employee payroll	13.45%	13.88%	13.18%	13.73%	12.84%

Notes:

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

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Municipal Employees' Retirement System Plan (MERS)
Schedule of Changes to Net Pension Liability and Related Ratios

*Last Ten Years**

	2018	2017	2016	2015	2014
Total pension liability:					
Service cost	\$ 410,002	\$ 394,451	\$ 405,372	\$ 393,182	\$ 401,783
Interest on the total pension liability	1,620,424	1,609,844	1,589,036	1,632,706	1,569,288
Benefit changes	-	-	-	-	-
Differences between expected and actual experience	(462,649)	(62,850)	(255,766)	(1,706,234)	-
Changes of assumptions	-	1,207,771	-	457,659	211,740
Benefit payments, including refunds of member contributions	(1,460,096)	(1,485,236)	(1,426,262)	(1,305,070)	(1,360,825)
Net change in total pension liability	107,681	1,663,980	312,380	(527,757)	821,986
Total pension liability - Beginning	23,673,955	22,009,975	21,697,595	22,225,352	21,403,366
Total pension liability - Ending	\$ 23,781,636	\$ 23,673,955	\$ 22,009,975	\$ 21,697,595	\$ 22,225,352
Plan fiduciary net position:					
Contributions employer	\$ 692,541	\$ 669,307	\$ 760,738	\$ 674,632	\$ 611,556
Contributions employee	125,446	116,640	120,608	84,646	83,890
Net investment income	1,297,578	1,784,008	(5,390)	376,660	2,165,218
Benefit payments, including refunds of member contributions	(1,460,096)	(1,485,236)	(1,426,262)	(1,305,070)	(1,360,825)
Administrative expense	(17,274)	(16,855)	(14,501)	(15,141)	(13,559)
Other	(96,513)	201,590	21,984	3	1
Net change in plan fiduciary net position	541,682	1,269,454	(542,823)	(184,270)	1,486,281
Plan fiduciary net position - Beginning	16,799,115	15,529,661	16,072,484	16,256,754	14,770,473
Plan fiduciary net position - Ending	17,340,797	16,799,115	15,529,661	16,072,484	16,256,754
Net pension liability (asset) - Ending	\$ 6,440,839	\$ 6,874,840	\$ 6,480,314	\$ 5,625,111	\$ 5,968,598
Plan fiduciary net position as a percentage of the total pension liability	72.92%	70.96%	70.56%	74.07%	73.15%
Covered employee payroll	\$ 4,601,596	\$ 4,442,016	\$ 4,368,233	\$ 4,232,318	\$ 4,172,202
Net pension liability as a percentage of covered employee payroll	139.97%	154.77%	148.35%	132.91%	143.06%

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Municipal Employees' Retirement System Plan (MERS)
Schedule of Contributions

*Last Ten Years**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 787,198	\$ 692,541	\$ 669,307	\$ 760,738	\$ 674,632
Contributions in relation to the actuarially determined contribution	<u>787,198</u>	<u>692,541</u>	<u>669,307</u>	<u>760,738</u>	<u>674,632</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$4,521,285	\$4,601,596	\$4,442,016	\$4,368,233	\$4,232,318
Contributions as a percentage of covered employee payroll	17.41%	15.05%	15.07%	17.42%	15.94%

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Teachers' Survivors Benefit Plan (TSB)
Schedule of Changes to Net Pension Liability and Related Ratios

*Last Ten Years**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Employer's proportion of the net pension asset	4.42503279%	4.30094129%	4.44072219%	4.51855581%	4.51700329%
Employer's proportionate share of the net pension asset	\$ 3,948,426	\$ 3,558,014	\$ 4,421,711	\$ 4,218,325	\$ 5,615,571
Employer's covered employee payroll	\$24,112,769	\$23,116,337	\$ 23,245,266	\$ 22,653,685	\$ 22,622,110
Employer's proportionate share of the net pension asset as a percentage of its covered employee payroll	16.37%	15.39%	19.02%	18.62%	24.82%
Plan fiduciary net position as a percentage of the total pension asset	137.4%	136.1%	153.3%	146.6%	173.3%

Notes:

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

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Teachers' Survivors Benefit Plan (TSB)
Schedule of Contributions

*Last Ten Years**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily determined contribution	\$ 33,364	\$ 32,924	\$ 27,196	\$ 28,522	\$ 27,516
Contributions in relation to the statutorily determined contribution	<u>33,364</u>	<u>32,924</u>	<u>27,196</u>	<u>28,522</u>	<u>27,516</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$24,112,769	\$23,116,337	\$ 23,245,266	\$ 22,653,685	\$ 22,622,110
Contributions as a percentage of covered-employee payroll	0.14%	0.14%	0.12%	0.13%	0.12%

Notes:

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

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Notes to ERS (Teachers), MERS and TSB Plans

*Last Ten Years**

The amounts presented for each fiscal year were determined as of the June 30 measurement date prior to the fiscal year end. The schedules are intended to show information for 10 years – additional years will be displayed as they become available.

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

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

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

June 30, 2018 measurement date –

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

June 30, 2017 measurement date –

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

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

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.

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Notes to ERS (Teachers), MERS and TSB Plans

*Last Ten Years**

June 30, 2015 measurement date –

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

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

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

Schedule of Employer Contributions

Teachers' Survivors Benefit Plan – the employee and employer contribution rates were applied to the first \$11,500 of member salary for fiscal 2018. In fiscal 2017 and prior the rate was applied to salary up to \$9,600. Covered employee payroll is the full amount of employee payroll for plan members and not just the capped salary amount to which the contribution rate is applied.

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Schedule of Changes in the Net OPEB Liability and Related Ratios

*Last 10 Fiscal Years**

	June 30, 2019	June 30, 2018
Total OPEB liability		
Service cost	\$ 83,000	\$ 114,534
Interest on net OPEB liability and service cost	662,015	708,110
Differences between actual and expected experience	(1,233,913)	(1,790,243)
Changes in assumptions	534,844	(285,700)
Benefit payments, including refunds	<u>(1,364,303)</u>	<u>(1,413,132)</u>
Net change in total OPEB liability	(1,318,357)	(2,666,431)
Total OPEB liability - beginning	<u>17,698,998</u>	<u>20,365,429</u>
Total OPEB liability - ending	<u><u>\$ 16,380,641</u></u>	<u><u>\$ 17,698,998</u></u>
OPEB fiduciary net position		
Benefit payments, including refunds	\$ (1,364,303)	\$ (1,413,132)
Trust administrative expenses	-	-
Contributions - employer	1,364,303	1,413,132
Contribution - active employees	-	-
Net investment income	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-
Plan fiduciary net position - beginning	<u>-</u>	<u>-</u>
Plan fiduciary net position - ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Plan's net pension liability - ending	<u><u>\$ 16,380,641</u></u>	<u><u>\$ 17,698,998</u></u>
Plan fiduciary net position as % of total OPEB liability	0.00%	0.00%
Covered employee payroll	\$ 3,816,098	\$ 3,723,022
Plan NOL as % of covered employee payroll	429.3%	475.4%

*Second year of implementation of GASB 75, therefore only two years of the ten required data is available.

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Required Supplementary Information

Schedule of Contributions and Notes to OPEB

Last 10 Fiscal Years

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Actuarial determined contribution	\$ 1,364,303	\$ 1,413,132
Contributions in relation to the actuarially determined contribution	1,364,303	1,413,132
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 3,816,098	\$ 3,723,022
Contributions as a percentage of covered-employee payroll	35.75%	37.96%

*Second year of implementation of GASB 75, therefore only two years of the ten required data is available.

Notes to Required Supplementary Information:

Valuation Date: Actuarially Determined Contribution was calculated as of June 30, 2019
 Actuarial Cost Method: Individual Entry Age Normal
 Asset-Valuation Method: Market Value of Assets as of the Measurement Date, June 30, 2018.

Actuarial Assumptions:

Investment Rate of Return: 3.51%, net of OPEB plan investment expense
 Single Equivalent Discount Rate: 3.51%, net of OPEB plan investment expense, including inflation
 Inflation: 2.50% as of June 30, 2017 and for future periods
 Salary Increases: 3.00% annually as of June 30, 2017 and for future periods
 Mortality: RP-2017 Total Dataset Mortality Table fully generational using Scale MP-2017
 Disability: None
 Changes in Assumptions: Effective June 30, 2019
 Discount rate is 3.51% previously 5.00%
 Mortality table updated from MP-2015 to MP-2017

SUPPLEMENTARY INFORMATION:

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Annual Supplemental Transparency Report (MTP2)

For the Year Ended June 30, 2019

OTHER SUPPLEMENTARY INFORMATION

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

Annual Supplemental Transparency Report (MTP2) – Revenue

Annual Supplemental Transparency Report (MTP2) – Expenditures

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

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Annual Supplemental Transparency Report (MTP2)

For the Year Ended June 30, 2019

<u>REVENUE</u>	<u>Education Department</u>
Current Year Levy Tax Collection	\$ -
Last Year's Levy Tax Collection	-
Prior Years Property Tax Collection	-
Interest & Penalty	-
PILOT & Tax Treaty (excluded from levy) Collection	-
Other Local Property Taxes	-
Licenses and Permits	-
Fines and Forfeitures	-
Investment Income	-
Departmental	-
Rescue Run Revenue	-
Police & Fire Detail	-
Other Local Non-Property Tax Revenues	-
Tuition	58,348
Impact Aid	-
Medicaid	475,648
Federal Stabilization Funds	-
Federal Food Service Reimbursement	463,474
CDBG	-
COPS Grants	-
SAFER Grants	-
Other Federal Aid Funds	2,055,026
MV Excise Tax Reimbursement	-
State PILOT Program	-
Distressed Community Relief Fund	-
Library Resource Aid	-
Library Construction Aid	-
Public Service Corporation Tax	-
Meals & Beverage Tax / Hotel Tax	-
LEA Aid	14,623,085
Group Home	-
Housing Aid Capital Projects	628,603
Housing Aid Bonded Debt	1,350,772
State Food Service Revenue	94,518
Incentive Aid	-
Property Revaluation Reimbursement	-
Other State Revenue	90,563
Motor Vehicle Phase Out	-
Other Revenue	1,984,395
Local Appropriation for Education	-
Regional Appropriation for Education	38,068,467
Supplemental Appropriation for Education	-
Regional Supplemental Appropriation for Education	-
Other Education Appropriation	-
Rounding	-
Total Revenue	\$ 59,892,899
Financing Sources: Transfer from Capital Funds	\$ -
Financing Sources: Transfer from Other Funds	-
Financing Sources: Debt Proceeds	-
Financing Sources: Other	-
Rounding	-
Total Other Financing Sources	\$ -

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Annual Supplemental Transparency Report (MTP2)

For the Year Ended June 30, 2019

<u>EXPENDITURES</u>	<u>Education</u> <u>Supplement</u>
Compensation - Group A	\$ 10,971,508
Compensation - Group B	2,681,488
Compensation - Group C	5,131,443
Compensation - Volunteer	-
Overtime - Group A	-
Overtime - Group B	-
Overtime - Group C	64,830
Police & Fire Detail	-
Active Medical Insurance - Group A	3,514,968
Active Medical Insurance - Group B	392,091
Active Medical Insurance - Group C	1,316,925
Active Dental Insurance - Group A	228,150
Active Dental Insurance - Group B	18,476
Active Dental Insurance - Group C	89,682
Payroll Taxes	832,375
Life Insurance	100,138
State Defined Contribution - Group A	544,555
State Defined Contribution - Group B	56,754
State Defined Contribution - Group C	42,844
Other Benefits - Group A	268,891
Other Benefits - Group B	11,734
Other Benefits - Group C	390
Local Defined Benefit Pension - Group A	-
Local Defined Benefit Pension - Group B	-
Local Defined Benefit Pension - Group C	-
State Defined Benefit Pension - Group A	1,168,885
State Defined Benefit Pension - Group B	367,205
State Defined Benefit Pension - Group C	833,729
Other Defined Benefit / Contribution	-
Purchased Services	8,812,822
Materials/Supplies	766,322
Software Licenses	40,888
Capital Outlays	1,640,687
Insurance	347,290
Maintenance	292,082
Vehicle Operations	7,423
Utilities	1,054,064
Contingency	-
Street Lighting	-
Recreation	-
Snow Removal-Raw Material & External Contracts	-
Trash Removal & Recycling	-
Claims & Settlements	58,400
Community Support	130
Other Operation Expenditures	130,180
Typing Fees	-
Local Appropriation for Education	-
Regional Appropriation for Education	-
Supplemental Appropriation for Education	-
Regional Supplemental Appropriation for Education	-
Other Education Appropriation	-
Municipal Debt-Principal	-
Municipal Debt-Interest	-
School Debt-Principal	1,494,208
School Debt-Interest	88,408
Retiree Medical Insurance- Total	1,219,542
Retiree Dental Insurance- Total	8,988
OPDS Contribution- Total	-
Rounding	-
Total Expenditures	\$ 62,568,206
Financing Uses- Transfer to Capital Funds	\$ -
Financing Uses- Transfer to Other Funds	-
Financing Uses- Payment to Bond Finance Agent	-
Financing Uses- Other	-
Total Other Financing Uses	\$ -
Net Change in Fund Balances¹	(2,970,106)
Fund Balances ² - beginning of year	\$7,740,378
Funds removed from Reportable Government Services (RGS)	-
Funds added to Reportable Government Services (RGS)	-
Prior period adjustments	-
Misc. Adjustment	188,180
Fund Balances² - beginning of year adjusted	7,740,378
Rounding	-
Fund Balances² - end of year	\$ 4,695,782

¹ and (Net Position if Enterprise Fund activity is included in the transparency portfolio)

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

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

For the Year Ended June 30, 2019

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 Balance ¹ - per MTP-2 at June 30, 2018						\$ 7,740,076	-	\$ 7,740,076	
Miscellaneous variances between UCOA & FS from FY18						(7)		(7)	
Capital purchase not reflected in FY18 impacting FY19						(69,176)		(69,176)	
Fund Balance ¹ - per MTP-2 at June 30, 2018 adjusted						<u>\$ 7,670,893</u>		<u>\$ 7,670,893</u>	
School Unrestricted Fund	\$ 53,198,764	\$ 684,000	\$ 52,775,417	\$ 977,500	\$ 129,847	\$ 3,141,400	\$ -	\$ 3,141,400	\$ 3,271,247
School Unrestricted Fund/State Contribution to Pension Plan	2,425,745	-	2,425,745	-	-	-	-	-	-
SBA School Capital Project Fund	706,603	-	3,298,159	-	(2,591,556)	2,739,597	-	2,739,597	148,041
Debt Service Fund	1,586,150	977,500	2,563,650	-	-	-	-	-	-
School Enterprise Funds	2,122,669	-	1,922,059	684,000	(483,390)	1,453,613	-	1,453,613	970,223
School Special Revenue Funds (State/Federal/Private Funds)-Non Major Gov't	2,278,713	-	2,325,488	-	(46,775)	400,424	-	400,424	353,649
Totals per audited financial statements	<u>\$ 62,318,644</u>	<u>\$ 1,661,500</u>	<u>\$ 65,310,518</u>	<u>\$ 1,661,500</u>	<u>\$ (2,991,874)</u>	<u>\$ 7,735,034</u>	<u>\$ -</u>	<u>\$ 7,735,034</u>	<u>\$ 4,743,160</u>
Reconciliation from financial statements to MTP2									
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	\$ (2,425,745)	\$ -	\$ (2,425,745)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
One-time transfer of prior year reserves for medical out of the School Unrestricted Fund to the Internal Service Fund not reported on MTP2 or UCOA	-	-	-	-	-	-	-	-	-
Reporting Depreciation School Enterprise Funds (School Lunch)	-	-	(16,768)	-	16,768	(64,140)	-	(64,140)	(47,372)
Miscellaneous variances between UCOA & FS	-	-	-	-	-	-	-	-	-
Transfer of Fund Balance From Other Non Major (Proprietary Fund-B/A School Daycare) To General Fund	-	(684,000)	-	(684,000)	-	-	-	-	-
Transfer of Fund Balance From General Fund to Debt Service Fund (Final Debt Service Paymnet)	-	(977,500)	-	(977,500)	-	-	-	-	-
Rounding	-	-	1	-	-	(1)	-	(1)	(1)
Totals Per MTP2	<u>\$ 59,892,899</u>	<u>\$ -</u>	<u>\$ 62,868,006</u>	<u>\$ -</u>	<u>\$ (2,975,106)</u>	<u>\$ 7,670,893</u>	<u>\$ -</u>	<u>\$ 7,670,893</u>	<u>\$ 4,695,787</u>
Reconciliation from MTP2 to UCOA									
Miscellaneous variances between MTP2 to UCOA	<u>(457)</u>		<u>2,855</u>						
Totals per UCOA Validated Totals Report	<u>\$ 59,892,442</u>		<u>\$ 62,870,861</u>						

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Notes to Supplementary Information

Annual Supplemental Transparency Report (MTP2)

June 30, 2019

NOTE 1. Basis of Presentation

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

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

NOTE 2. Reportable Government Services

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

NOTE 3. Allocations

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

NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Notes to Supplementary Information

Annual Supplemental Transparency Report (MTP2)

June 30, 2019

NOTE 4. Employee Groups - Compensation and Benefit Costs (continued)

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

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

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

NOTE 5. Education Revenue and Expenditures

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

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

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Governmental Non-Major Balance Sheet

Combining Balance Sheet

June 30, 2019

	<u>Special Revenue</u>	<u>Permanent</u>	<u>Total Non-Major Governmental</u>
Assets			
Cash and cash equivalents	\$ (965,651)	\$ 32,208	\$ (933,443)
Federal and state grants receivable	1,435,634	-	1,435,634
Other receivables	52,969	-	52,969
Due from other funds	17,229	-	17,229
Total assets	<u>540,181</u>	<u>32,208</u>	<u>572,389</u>
Deferred outflows of resources			
Deferred outflows	-	-	-
Total assets and deferred outflows of resources	<u>540,181</u>	<u>32,208</u>	<u>572,389</u>
Liabilities			
Accounts payable and accrued expenses	24,551	-	24,551
Due to other funds	194,189	-	194,189
Total liabilities	<u>218,740</u>	<u>-</u>	<u>218,740</u>
Deferred inflows of resources			
Deferred inflows	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	321,441	32,208	353,649
Unassigned	-	-	-
Total fund balances (deficits)	<u>321,441</u>	<u>32,208</u>	<u>353,649</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 540,181</u>	<u>\$ 32,208</u>	<u>\$ 572,389</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended June 30, 2019

	<u>Special Revenue</u>	<u>Permanent</u>	<u>Total Non-Major Governmental</u>
Revenues			
Intergovernmental	2,155,250	-	2,155,250
Investment income	1,267	400	1,667
Other income	115,241	6,555	121,796
<i>Total revenues</i>	<u>2,271,758</u>	<u>6,955</u>	<u>2,278,713</u>
Expenditures			
Salaries	1,347,567	-	1,347,567
Employee benefits	452,240	-	452,240
Purchased services	263,551	-	263,551
Supplies and materials	137,478	10,597	148,075
Other	77,957	-	77,957
<i>Capital:</i>			
Capital outlay	36,098	-	36,098
<i>Total expenditures</i>	<u>2,314,891</u>	<u>10,597</u>	<u>2,325,488</u>
Excess (deficiency) of revenue over expenditures	(43,133)	(3,642)	(46,775)
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	-	-
<i>Total other financing sources and (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(43,133)	(3,642)	(46,775)
<i>Fund balance, beginning of year</i>	<u>364,574</u>	<u>35,850</u>	<u>400,424</u>
<i>Fund balance, end of year</i>	<u>\$ 321,441</u>	<u>\$ 32,208</u>	<u>\$ 353,649</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	IDEA Part B	Preschool	RIDE Leadership Mini grant	Title I	Title II	Title IV Safe & Drug Free Schools	Career & Tech. Education Even Year
Assets							
Cash and cash equivalents	\$ (606,099)	\$ (37,997)	\$ (37,843)	\$ (352,151)	\$ (116,343)	\$ (19,876)	\$ 11,745
Federal and state grants receivable	716,468	37,997	46,774	404,120	136,443	19,876	-
Other receivables	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Total assets	<u>110,369</u>	<u>-</u>	<u>8,931</u>	<u>51,969</u>	<u>20,100</u>	<u>-</u>	<u>11,745</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>110,369</u>	<u>-</u>	<u>8,931</u>	<u>51,969</u>	<u>20,100</u>	<u>-</u>	<u>11,745</u>
Liabilities							
Accounts payable and accrued expenses	14,074	-	8,931	466	133	-	-
Due to other funds	96,295	-	-	51,503	19,967	-	-
Total liabilities	<u>110,369</u>	<u>-</u>	<u>8,931</u>	<u>51,969</u>	<u>20,100</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	-	-	-	-	-	-	11,745
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,745</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 110,369</u>	<u>\$ -</u>	<u>\$ 8,931</u>	<u>\$ 51,969</u>	<u>\$ 20,100</u>	<u>\$ -</u>	<u>\$ 11,745</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	Van Beuren Charitable Foundation	Title III LEP Language	Perkins-Odd Vocational Ed	Fresh Fruit and Vegetables	Kids in Need Foundation	Spark Grant	Bright Stars
Assets							
Cash and cash equivalents	\$ (11,092)	\$ (20,357)	\$ (35,805)	\$ (10,253)	\$ 70	\$ 128	\$ 167
Federal and state grants receivable	-	20,669	-	11,045	-	-	-
Other receivables	-	-	36,507	-	-	-	-
Due from other funds	11,092	-	-	-	-	-	-
Total assets	<u>-</u>	<u>312</u>	<u>702</u>	<u>792</u>	<u>70</u>	<u>128</u>	<u>167</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>-</u>	<u>312</u>	<u>702</u>	<u>792</u>	<u>70</u>	<u>128</u>	<u>167</u>
Liabilities							
Accounts payable and accrued expenses	-	312	-	-	-	-	-
Due to other funds	-	-	702	792	-	-	-
Total liabilities	<u>-</u>	<u>312</u>	<u>702</u>	<u>792</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	-	-	-	-	70	128	167
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70</u>	<u>128</u>	<u>167</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ -</u>	<u>\$ 312</u>	<u>\$ 702</u>	<u>\$ 792</u>	<u>\$ 70</u>	<u>\$ 128</u>	<u>\$ 167</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	Jane Creel Family Scholarship	Healthier US Schools	Literacy Set-aside	School Equity State Investment	Language Assistance State Investment	Parents as Teachers	Technology State Investment
Assets							
Cash and cash equivalents	\$ 92,555	\$ 768	\$22,632	\$ 67,951	\$ 2,926	\$ 1,112	\$ -
Federal and state grants receivable	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Total assets	<u>92,555</u>	<u>768</u>	<u>22,632</u>	<u>67,951</u>	<u>2,926</u>	<u>1,112</u>	<u>-</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>92,555</u>	<u>768</u>	<u>22,632</u>	<u>67,951</u>	<u>2,926</u>	<u>1,112</u>	<u>-</u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	16	-	-	-
Due to other funds	-	-	4,054	12,770	-	817	-
Total liabilities	<u>-</u>	<u>-</u>	<u>4,054</u>	<u>12,786</u>	<u>-</u>	<u>817</u>	<u>-</u>
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	92,555	768	18,578	55,165	2,926	295	-
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>92,555</u>	<u>768</u>	<u>18,578</u>	<u>55,165</u>	<u>2,926</u>	<u>295</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 92,555</u>	<u>\$ 768</u>	<u>\$22,632</u>	<u>\$ 67,951</u>	<u>\$ 2,926</u>	<u>\$ 1,112</u>	<u>\$ -</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	General Assembly	RISCA	COZ Combined Fed and State	English Language Learner Categorical	Career & Technical Education Child Care	Career & Technical Education Robotics	Feinstein Foundation
Assets							
Cash and cash equivalents	\$ 5	\$ 1,295	\$ (32,924)	\$ (2,173)	\$ 10,513	\$ 25,273	\$ 39,724
Federal and state grants receivable	-	-	32,924	2,173	-	-	-
Other receivables	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Total assets	5	1,295	-	-	10,513	25,273	39,724
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	5	1,295	-	-	10,513	25,273	39,724
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	144	-
Total liabilities	-	-	-	-	-	144	-
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
Fund Balances							
Restricted	5	1,295	-	-	10,513	25,129	39,724
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	5	1,295	-	-	10,513	25,129	39,724
Total liabilities, deferred inflows of resources, and fund balances (deficits)	\$ 5	\$ 1,295	\$ -	\$ -	\$ 10,513	\$ 25,273	\$ 39,724

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	<u>Kiducation</u>	<u>Rhode Island Community Foundation</u>	<u>RICF - Grant Schools Partnership</u>	<u>BW Education Foundation</u>	<u>CitiCorp</u>	<u>RWU Fund For Civic Activities</u>	<u>NFL Play 60</u>	<u>B&W Substance Task Force</u>
Assets								
Cash and cash equivalents	\$ 4,945	\$ 617	\$ 2,000	\$ 11,780	\$ 5,394	\$ 927	\$ 1,640	\$ 13,232
Federal and state grants receivable	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Total assets	<u>4,945</u>	<u>617</u>	<u>2,000</u>	<u>11,780</u>	<u>5,394</u>	<u>927</u>	<u>1,640</u>	<u>13,232</u>
Deferred outflows of resources								
Deferred outflows	-	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>4,945</u>	<u>617</u>	<u>2,000</u>	<u>11,780</u>	<u>5,394</u>	<u>927</u>	<u>1,640</u>	<u>13,232</u>
Liabilities								
Accounts payable and accrued expenses	-	-	-	619	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>619</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources								
Unearned revenue	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances								
Restricted	4,945	617	2,000	11,161	5,394	927	1,640	13,232
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>4,945</u>	<u>617</u>	<u>2,000</u>	<u>11,161</u>	<u>5,394</u>	<u>927</u>	<u>1,640</u>	<u>13,232</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 4,945</u>	<u>\$ 617</u>	<u>\$ 2,000</u>	<u>\$ 11,780</u>	<u>\$ 5,394</u>	<u>\$ 927</u>	<u>\$ 1,640</u>	<u>\$ 13,232</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	<u>Rotary Scholarship</u>	<u>Scholarship America</u>	<u>AARP</u>	<u>RI Interscholastic League</u>	<u>AASA Grant</u>	<u>Health Survey</u>	<u>Prazeres Family and Dunkin Donuts Patrons</u>
Assets							
Cash and cash equivalents	\$ 175	\$ 1,000	\$ 2,955	\$ -	\$ -	\$ 4,945	\$ 4,712
Federal and state grants receivable	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Total assets	<u>175</u>	<u>1,000</u>	<u>2,955</u>	<u>-</u>	<u>-</u>	<u>4,945</u>	<u>4,712</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>175</u>	<u>1,000</u>	<u>2,955</u>	<u>-</u>	<u>-</u>	<u>4,945</u>	<u>4,712</u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	175	1,000	2,955	-	-	4,945	4,712
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>175</u>	<u>1,000</u>	<u>2,955</u>	<u>-</u>	<u>-</u>	<u>4,945</u>	<u>4,712</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 175</u>	<u>\$ 1,000</u>	<u>\$ 2,955</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,945</u>	<u>\$ 4,712</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	NE Dairy and Food Council	American Institutes of Research	Colt Andrews Donor	School Resources Officer Categorical	Mt. Hope Donor Program	Donations Boosters	School Lunch Donations
Assets							
Cash and cash equivalents	\$ 647	\$ (2,965)	\$ -	\$ -	\$ 1,000	\$ (150)	\$ -
Federal and state grants receivable	-	-	-	7,145	-	-	-
Other receivables	-	2,632	-	-	-	-	-
Due from other funds	-	-	1,000	-	1,619	150	2,863
Total assets	<u>647</u>	<u>(333)</u>	<u>1,000</u>	<u>7,145</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>647</u>	<u>(333)</u>	<u>1,000</u>	<u>7,145</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
Due to other funds	-	-	-	7,145	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,145</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Unearned revenue	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	647	(333)	1,000	-	2,619	-	2,863
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	<u>647</u>	<u>(333)</u>	<u>1,000</u>	<u>-</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 647</u>	<u>\$ (333)</u>	<u>\$ 1,000</u>	<u>\$ 7,145</u>	<u>\$ 2,619</u>	<u>\$ -</u>	<u>\$ 2,863</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Balance Sheet

June 30, 2019

	Ann Morris	Roger Williams University	PTO Donations	Total Special Revenue
Assets				
Cash and cash equivalents	\$ 1,815	\$ (234)	\$ (14,037)	\$ (965,651)
Federal and state grants receivable	-	-	-	1,435,634
Other receivables	-	-	13,830	52,969
Due from other funds	-	234	271	17,229
Total assets	<u>1,815</u>	<u>-</u>	<u>64</u>	<u>540,181</u>
Deferred outflows of resources				
Deferred outflows	-	-	-	-
Total assets and deferred outflows of resources	<u>1,815</u>	<u>-</u>	<u>64</u>	<u>540,181</u>
Liabilities				
Accounts payable and accrued expenses	-	-	-	24,551
Due to other funds	-	-	-	194,189
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>218,740</u>
Deferred inflows of resources				
Unearned revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Restricted	1,815	-	64	321,441
Committed	-	-	-	-
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>1,815</u>	<u>-</u>	<u>64</u>	<u>321,441</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 1,815</u>	<u>\$ -</u>	<u>\$ 64</u>	<u>\$ 540,181</u>

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	IDEA Part B	Preschool	RIDE Leadership Mini grant	Title I	Title II	Title IV Safe & Drug Free Schools	Career & Tech. Education Even Year
Revenues							
Intergovernmental	\$ 1,093,494	\$ 39,645	\$ 37,843	\$ 649,644	\$ 148,661	\$ 25,237	\$ -
Investment income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
Total revenues	1,093,494	39,645	37,843	649,644	148,661	25,237	-
Expenditures							
Salaries	687,256	19,549	6,750	470,054	98,320	13,627	-
Employee benefits	240,406	1,486	93	167,185	38,834	417	-
Purchased services	122,263	-	31,000	7,204	5,416	9,305	-
Supplies and materials	25,821	13,665	-	4,328	591	675	-
Other	4,740	-	-	873	5,500	706	-
<i>Capital:</i>							
Capital outlay	13,008	4,945	-	-	-	507	-
Total expenditures	1,093,494	39,645	37,843	649,644	148,661	25,237	-
Excess (deficiency) of revenue over expenditures	-	-	-	-	-	-	-
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	11,745
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,745

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>Van Beuren Charitable Foundation</u>	<u>Title III LEP Language</u>	<u>Perkins-Odd Vocational Ed</u>	<u>Fresh Fruit and Vegetables</u>	<u>Kids in Need Foundation</u>	<u>Spark Grant</u>	<u>Bright Stars</u>
Revenues							
Intergovernmental	\$ -	\$ 23,490	\$ 36,507	\$ 38,350	\$ -	\$ 895	\$ -
Investment income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
Total revenues	<u>-</u>	<u>23,490</u>	<u>36,507</u>	<u>38,350</u>	<u>-</u>	<u>895</u>	<u>-</u>
Expenditures							
Salaries	-	5,832	723	-	-	-	-
Employee benefits	-	310	294	-	-	-	-
Purchased services	-	14,987	3,773	-	-	-	-
Supplies and materials	-	989	1,247	37,558	-	882	-
Other	-	1,372	29,433	-	-	-	-
<i>Capital:</i>							
Capital outlay	-	-	1,037	792	-	-	-
Total expenditures	<u>-</u>	<u>23,490</u>	<u>36,507</u>	<u>38,350</u>	<u>-</u>	<u>882</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13</u>	<u>-</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13</u>	<u>-</u>
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70</u>	<u>115</u>	<u>167</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70</u>	<u>\$ 128</u>	<u>\$ 167</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>Family Scholarship</u>	<u>Healthier US Schools</u>	<u>Literacy Set-aside</u>	<u>School Equity State Investment</u>	<u>Language Assistance State Investment</u>	<u>Parents as Teachers</u>	<u>Technology State Investment</u>
Revenues							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,642	\$ -
Investment income	1,267	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
Total revenues	<u>1,267</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,642</u>	<u>-</u>
Expenditures							
Salaries	-	-	2,872	-	-	-	-
Employee benefits	-	-	6	-	-	-	-
Purchased services	-	-	22,620	5,331	-	991	-
Supplies and materials	-	-	210	-	7,503	457	-
Other	7,500	-	520	9,347	-	899	-
<i>Capital:</i>							
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>7,500</u>	<u>-</u>	<u>26,228</u>	<u>14,678</u>	<u>7,503</u>	<u>2,347</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>(6,233)</u>	<u>-</u>	<u>(26,228)</u>	<u>(14,678)</u>	<u>(7,503)</u>	<u>295</u>	<u>-</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(6,233)</u>	<u>-</u>	<u>(26,228)</u>	<u>(14,678)</u>	<u>(7,503)</u>	<u>295</u>	<u>-</u>
Fund balance, beginning of year	98,788	768	44,806	69,843	10,429	-	-
Fund balance, end of year	<u>\$ 92,555</u>	<u>\$ 768</u>	<u>\$18,578</u>	<u>\$ 55,165</u>	<u>\$ 2,926</u>	<u>\$ 295</u>	<u>\$ -</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>General Assembly</u>	<u>RISCA</u>	<u>COZ Combined Fed and State</u>	<u>Language Learner Categorical</u>	<u>Career & Technical Education Child Care</u>	<u>Career & Technical Education Robotics</u>	<u>Feinstein Foundation</u>
Revenues							
Intergovernmental	\$ -	\$ 290	\$ 32,924	\$ 2,173	\$ 10,187	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	9,853
Total revenues	<u>-</u>	<u>290</u>	<u>32,924</u>	<u>2,173</u>	<u>10,187</u>	<u>-</u>	<u>9,853</u>
Expenditures							
Salaries	-	-	29,424	434	-	-	-
Employee benefits	-	-	2,251	6	-	-	-
Purchased services	-	-	-	1,733	-	-	-
Supplies and materials	1,195	-	-	-	-	144	19,163
Other	-	-	1,249	-	-	-	1,773
<i>Capital:</i>							
Capital outlay	-	260	-	-	-	-	2,858
Total expenditures	<u>1,195</u>	<u>260</u>	<u>32,924</u>	<u>2,173</u>	<u>-</u>	<u>144</u>	<u>23,794</u>
Excess (deficiency) of revenue over expenditures	<u>(1,195)</u>	<u>30</u>	<u>-</u>	<u>-</u>	<u>10,187</u>	<u>(144)</u>	<u>(13,941)</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(1,195)</u>	<u>30</u>	<u>-</u>	<u>-</u>	<u>10,187</u>	<u>(144)</u>	<u>(13,941)</u>
Fund balance, beginning of year	<u>1,200</u>	<u>1,265</u>	<u>-</u>	<u>-</u>	<u>326</u>	<u>25,273</u>	<u>53,665</u>
Fund balance, end of year	<u>\$ 5</u>	<u>\$ 1,295</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,513</u>	<u>\$ 25,129</u>	<u>\$ 39,724</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>Kiducation</u>	<u>Rhode Island Community Foundation</u>	<u>RICF - Grant Schools Partnership</u>	<u>BW Education Foundation</u>	<u>CitiCorp</u>	<u>RWU Fund For Civic Activities</u>	<u>NFL Play 60</u>	<u>B & W Substance Task Force</u>
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-	-
Other income	-	-	-	67,301	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>67,301</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures								
Salaries	-	-	-	-	-	-	-	-
Employee benefits	-	-	-	18	-	-	-	-
Purchased services	-	-	-	31,936	-	-	-	-
Supplies and materials	-	-	-	20,289	-	-	-	-
Other	-	-	-	5,361	-	1,100	-	-
<i>Capital:</i>								
Capital outlay	749	-	-	-	-	-	399	-
Total expenditures	<u>749</u>	<u>-</u>	<u>-</u>	<u>57,604</u>	<u>-</u>	<u>1,100</u>	<u>399</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>(749)</u>	<u>-</u>	<u>-</u>	<u>9,697</u>	<u>-</u>	<u>(1,100)</u>	<u>(399)</u>	<u>-</u>
Other financing sources (uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>(749)</u>	<u>-</u>	<u>-</u>	<u>9,697</u>	<u>-</u>	<u>(1,100)</u>	<u>(399)</u>	<u>-</u>
Fund balance, beginning of year	<u>5,694</u>	<u>617</u>	<u>2,000</u>	<u>1,464</u>	<u>5,394</u>	<u>2,027</u>	<u>2,039</u>	<u>13,232</u>
Fund balance, end of year	<u>\$ 4,945</u>	<u>\$ 617</u>	<u>\$ 2,000</u>	<u>\$ 11,161</u>	<u>\$ 5,394</u>	<u>\$ 927</u>	<u>\$ 1,640</u>	<u>\$ 13,232</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	Rotary Scholarship	Scholarship America	AARP	RI Interscholastic League	AASA Grant	Health Survey	Prazeres Family and Dunkin Donuts Patrons
Revenues							
Intergovernmental	\$ 2,340	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	4,233
Total revenues	<u>2,340</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,233</u>
Expenditures							
Salaries	-	-	-	-	-	-	-
Employee benefits	-	-	-	-	-	-	-
Purchased services	-	-	-	193	3,438	-	-
Supplies and materials	-	-	-	-	-	-	-
Other	2,340	-	-	-	-	-	-
<i>Capital:</i>							
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>2,340</u>	<u>-</u>	<u>-</u>	<u>193</u>	<u>3,438</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(193)</u>	<u>(3,438)</u>	<u>-</u>	<u>4,233</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(193)</u>	<u>(3,438)</u>	<u>-</u>	<u>4,233</u>
Fund balance, beginning of year	175	1,000	2,955	193	3,438	4,945	479
Fund balance, end of year	<u>\$ 175</u>	<u>\$ 1,000</u>	<u>\$ 2,955</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,945</u>	<u>\$ 4,712</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	NE Dairy and Food Council	American Institutes of Research	Colt Andrews Donor	School Resources Officer Categorical	Mt. Hope Donor Program	Donations Boosters	School Lunch Donations
Revenues							
Intergovernmental	\$ -	\$ 2,632	\$ -	\$ 7,145	\$ -	\$ -	\$ -
Investment income	-	-	-	-	-	-	-
Other income	185	-	1,000	-	2,619	-	2,863
Total revenues	<u>185</u>	<u>2,632</u>	<u>1,000</u>	<u>7,145</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Expenditures							
Salaries	-	2,444	-	6,638	-	-	-
Employee benefits	-	195	-	507	-	-	-
Purchased services	-	326	-	-	-	-	-
Supplies and materials	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
<i>Capital:</i>							
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>2,965</u>	<u>-</u>	<u>7,145</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	<u>185</u>	<u>(333)</u>	<u>1,000</u>	<u>-</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>185</u>	<u>(333)</u>	<u>1,000</u>	<u>-</u>	<u>2,619</u>	<u>-</u>	<u>2,863</u>
Fund balance, beginning of year	462	-	-	-	-	-	-
Fund balance, end of year	<u>\$ 647</u>	<u>\$ (333)</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 2,619</u>	<u>\$ -</u>	<u>\$ 2,863</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Special Revenue Non-Major Governmental Funds

Combining Statements of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	Ann Morris	Roger Williams University	PTO Donations	Total Special Revenue
Revenues				
Intergovernmental	\$ -	\$ 1,151	\$ -	\$ 2,155,250
Investment income	-	-	-	1,267
Other income	2,315	-	24,872	115,241
Total revenues	<u>2,315</u>	<u>1,151</u>	<u>24,872</u>	<u>2,271,758</u>
Expenditures				
Salaries	-	-	3,644	1,347,567
Employee benefits	-	-	232	452,240
Purchased services	-	-	3,035	263,551
Supplies and materials	-	-	2,761	137,478
Other	500	-	4,744	77,957
<i>Capital:</i>				
Capital outlay	-	1,151	10,392	36,098
Total expenditures	<u>500</u>	<u>1,151</u>	<u>24,808</u>	<u>2,314,891</u>
Excess (deficiency) of revenue over expenditures	<u>1,815</u>	<u>-</u>	<u>64</u>	<u>(43,133)</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	1,815	-	64	(43,133)
Fund balance, beginning of year	-	-	-	364,574
Fund balance, end of year	<u>\$ 1,815</u>	<u>\$ -</u>	<u>\$ 64</u>	<u>\$ 321,441</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Balance Sheets

June 30, 2019

	Edward P Travers Fund	James E McDonald Fund	East Bay Sriders Fund	John L Burke Fund	Edward A Russo Fund	Thomas P. Brightman Fund	Martin Biancuzzo Fund
Assets							
Cash and cash equivalents	\$ 2,739	\$ 10,782	\$ 204	\$ 13	\$ 88	\$ 3,029	\$ 726
Total assets	<u>2,739</u>	<u>10,782</u>	<u>204</u>	<u>13</u>	<u>88</u>	<u>3,029</u>	<u>726</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u><u>2,739</u></u>	<u><u>10,782</u></u>	<u><u>204</u></u>	<u><u>13</u></u>	<u><u>88</u></u>	<u><u>3,029</u></u>	<u><u>726</u></u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Deferred inflows	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	<u>2,739</u>	<u>10,782</u>	<u>204</u>	<u>13</u>	<u>88</u>	<u>3,029</u>	<u>726</u>
Total fund balances (deficits)	<u><u>2,739</u></u>	<u><u>10,782</u></u>	<u><u>204</u></u>	<u><u>13</u></u>	<u><u>88</u></u>	<u><u>3,029</u></u>	<u><u>726</u></u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u><u>\$ 2,739</u></u>	<u><u>\$ 10,782</u></u>	<u><u>\$ 204</u></u>	<u><u>\$ 13</u></u>	<u><u>\$ 88</u></u>	<u><u>\$ 3,029</u></u>	<u><u>\$ 726</u></u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Balance Sheets

June 30, 2019

	Nate Candelmo Fund	Marcia King Memorial Scholarship Fund	Francis Cuomo Fund	Molasky Family Fund	Guiteras Field Fund	Chris Faris Wrestling	Joseph A Cavallaro Fund
Assets							
Cash and cash equivalents	\$ 166	\$ 649	\$ 4,918	\$ 4,844	\$ 179	\$ 960	\$ 605
Total assets	<u>166</u>	<u>649</u>	<u>4,918</u>	<u>4,844</u>	<u>179</u>	<u>960</u>	<u>605</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	<u>166</u>	<u>649</u>	<u>4,918</u>	<u>4,844</u>	<u>179</u>	<u>960</u>	<u>605</u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Deferred inflows	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	166	649	4,918	4,844	179	960	605
Total fund balances (deficits)	<u>166</u>	<u>649</u>	<u>4,918</u>	<u>4,844</u>	<u>179</u>	<u>960</u>	<u>605</u>
Total liabilities, deferred inflows of resources, and fund balances (deficits)	<u>\$ 166</u>	<u>\$ 649</u>	<u>\$ 4,918</u>	<u>\$ 4,844</u>	<u>\$ 179</u>	<u>\$ 960</u>	<u>\$ 605</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Balance Sheets

June 30, 2019

	<u>Bristol Warren Scholarship Fund</u>	<u>Stanzione Scholarship Fund</u>	<u>M Hancock Trust Fund</u>	<u>Elise Ingram Memorial Scholarship Fund</u>	<u>Timothy DaPonte Memorial Scholarship Fund</u>	<u>Football Scholarship Fund</u>	<u>Total Permanent Funds</u>
Assets							
Cash and cash equivalents	\$ -	\$ 1,359	\$ 2	\$ 1	\$ 17	\$ 927	\$ 32,208
<i>Total assets</i>	<u>-</u>	<u>1,359</u>	<u>2</u>	<u>1</u>	<u>17</u>	<u>927</u>	<u>32,208</u>
Deferred outflows of resources							
Deferred outflows	-	-	-	-	-	-	-
<i>Total assets and deferred outflows of resources</i>	<u>-</u>	<u>1,359</u>	<u>2</u>	<u>1</u>	<u>17</u>	<u>927</u>	<u>32,208</u>
Liabilities							
Accounts payable and accrued expenses	-	-	-	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources							
Deferred inflows	-	-	-	-	-	-	-
<i>Total deferred inflows of resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances							
Restricted	-	1,359	2	1	17	927	32,208
<i>Total fund balances (deficits)</i>	<u>-</u>	<u>1,359</u>	<u>2</u>	<u>1</u>	<u>17</u>	<u>927</u>	<u>32,208</u>
<i>Total liabilities, deferred inflows of resources, and fund balances (deficits)</i>	<u>\$ -</u>	<u>\$ 1,359</u>	<u>\$ 2</u>	<u>\$ 1</u>	<u>\$ 17</u>	<u>\$ 927</u>	<u>\$ 32,208</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>Edward P Travers Fund</u>	<u>James E McDonald Fund</u>	<u>East Bay Sriders Fund</u>	<u>John L Burke Fund</u>	<u>Edward A Russo Fund</u>	<u>Thomas P. Brightman Fund</u>	<u>Martin Biancuzzo Fund</u>
Revenues							
Investment income	\$ 35	\$ 139	\$ 3	\$ -	\$ 1	\$ -	\$ 10
Other income	-	-	-	-	-	38	-
<i>Total revenues</i>	<u>35</u>	<u>139</u>	<u>3</u>	<u>-</u>	<u>1</u>	<u>38</u>	<u>10</u>
Expenditures							
Supplies and materials	-	500	-	-	-	23	-
<i>Total expenditures</i>	<u>-</u>	<u>500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	35	(361)	3	-	1	15	10
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
<i>Total other financing sources and (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	35	(361)	3	-	1	15	10
<i>Fund balance, beginning of year</i>	<u>2,704</u>	<u>11,143</u>	<u>201</u>	<u>13</u>	<u>87</u>	<u>3,014</u>	<u>716</u>
<i>Fund balance, end of year</i>	<u>\$ 2,739</u>	<u>\$ 10,782</u>	<u>\$ 204</u>	<u>\$ 13</u>	<u>\$ 88</u>	<u>\$ 3,029</u>	<u>\$ 726</u>

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	<u>Nate Candelmo Fund</u>	<u>Marcia King Memorial Scholarship Fund</u>	<u>Francis Cuomo Fund</u>	<u>Molasky Family Fund</u>	<u>Guiteras Field Fund</u>	<u>Chris Faris Wrestling</u>	<u>Joseph A Cavallaro Fund</u>
Revenues							
Investment income	\$ 4	\$ 11	\$ 61	\$ 62	\$ 2	\$ 21	\$ 8
Other income	-	582	-	-	-	-	-
Total revenues	<u>4</u>	<u>593</u>	<u>61</u>	<u>62</u>	<u>2</u>	<u>21</u>	<u>8</u>
Expenditures							
Supplies and materials	84	558	-	50	-	1,600	-
Total expenditures	<u>84</u>	<u>558</u>	<u>-</u>	<u>50</u>	<u>-</u>	<u>1,600</u>	<u>-</u>
Excess (deficiency) of revenue over expenditures	(80)	35	61	12	2	(1,579)	8
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(80)	35	61	12	2	(1,579)	8
Fund balance, beginning of year	<u>246</u>	<u>614</u>	<u>4,857</u>	<u>4,832</u>	<u>177</u>	<u>2,539</u>	<u>597</u>
Fund balance, end of year	<u>\$ 166</u>	<u>\$ 649</u>	<u>\$ 4,918</u>	<u>\$ 4,844</u>	<u>\$ 179</u>	<u>\$ 960</u>	<u>\$ 605</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Permanent Funds Non-Major Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

For the Year Ended June 30, 2019

	Bristol Warren Scholarship Fund	Stanzione Scholarship Fund	M Hancock Trust Fund	Elise Ingram Memorial Scholarship Fund	Timothy DaPonte Memorial Scholarship Fund	Football Scholarship Fund	Total Permanent Funds
Revenues							
Investment income	\$ -	\$ 6	\$ -	\$ -	\$ 25	\$ 12	\$ 400
Other income	4,800	1,000	-	-	139	-	6,559
Total revenues	4,800	1,006	-	-	164	12	6,959
Expenditures							
Supplies and materials	4,800	1,000	-	-	1,982	-	10,597
Total expenditures	4,800	1,000	-	-	1,982	-	10,597
Excess (deficiency) of revenue over expenditures	-	6	-	-	(1,818)	12	(3,638)
Other financing sources (uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources and (uses)	-	-	-	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	-	6	-	-	(1,818)	12	(3,638)
Fund balance, beginning of year	-	1,353	2	1	1,835	915	35,846
Fund balance, end of year	\$ -	\$ 1,359	\$ 2	\$ 1	\$ 17	\$ 927	\$ 32,208

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BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Non-Major Enterprise Funds

Combining Statement Net Position

June 30, 2019

	<u>After School Programs</u>	<u>Gate Receipts</u>	<u>Before & After School Day Care</u>	<u>Summer School</u>	<u>Total Non-Major Enterprise Funds</u>
Assets					
Cash and cash equivalents	\$ 84	\$ 144,131	\$ 884,779	\$ 556	\$ 1,029,550
Other receivables	-	-	9,625	-	9,625
Due from other funds	-	-	100	-	100
<i>Total assets</i>	<u>84</u>	<u>144,131</u>	<u>894,504</u>	<u>556</u>	<u>1,039,275</u>
Liabilities					
Accounts payable and accrued expenses	-	-	15,458	-	15,458
Due to other funds	-	-	700,458	-	700,458
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>715,916</u>	<u>-</u>	<u>715,916</u>
Net Postion					
Unrestricted	<u>84</u>	<u>144,131</u>	<u>178,588</u>	<u>556</u>	<u>323,359</u>
<i>Total net postion</i>	<u>\$ 84</u>	<u>\$ 144,131</u>	<u>\$ 178,588</u>	<u>\$ 556</u>	<u>\$ 323,359</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Non-Major Enterprise Funds

Combining Statement of Revenues, Expenses and Changes in Net Position

For the Year Ended June 30, 2019

	<u>After School Programs</u>	<u>Gate Receipts</u>	<u>Before & After School Day Care</u>	<u>Summer School</u>	<u>Total Non-Major Enterprise Funds</u>
Revenues					
Charges for usage and services	\$ 4,133	\$ 22,139	\$ 722,075	\$ -	\$ 748,347
Other income	-	1,637	-		1,637
Total revenues	<u>4,133</u>	<u>23,776</u>	<u>722,075</u>	<u>-</u>	<u>749,984</u>
Expenditures					
Salaries	5,861	6,000	524,943	-	536,804
Employee benefits	195	307	69,488	-	69,990
Purchased services	-	4,303	4,695	-	8,998
Supplies and materials	-	-	44,238	-	44,238
Other	-	9,033	10,148	-	19,181
Total expenses	<u>6,056</u>	<u>19,643</u>	<u>653,512</u>	<u>-</u>	<u>679,211</u>
Excess (deficiency) of revenue over expenses	(1,923)	4,133	68,563	-	70,773
Other financing sources (uses)					
Transfers out	-	-	(684,000)	-	(684,000)
Total other financing sources and (uses)	<u>-</u>	<u>-</u>	<u>(684,000)</u>	<u>-</u>	<u>(684,000)</u>
Excess (deficiency) of revenues and other sources over expenses and other uses	(1,923)	4,133	(615,437)	-	(613,227)
Net position, beginning of year	<u>2,007</u>	<u>139,998</u>	<u>794,025</u>	<u>556</u>	<u>936,586</u>
Net position, end of year	<u>\$ 84</u>	<u>\$ 144,131</u>	<u>\$ 178,588</u>	<u>\$ 556</u>	<u>\$ 323,359</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Agency Funds

Combining Statement of Changes in Assets and Liabilities

June 30, 2019

	<u>Balance</u> <u>June 30, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>HIGH SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	\$ 174,203	\$ 176,597	\$ 274,115	\$ 76,685
<i>Total Assets</i>	<u>174,203</u>	<u>176,597</u>	<u>274,115</u>	<u>76,685</u>
Liabilities				
Deposits held in custody for others	174,203	274,115	176,597	76,685
<i>Total Liabilities</i>	<u>174,203</u>	<u>274,115</u>	<u>176,597</u>	<u>76,685</u>
<u>KICKEMUIT MIDDLE SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	83,803	116,737	144,452	56,088
<i>Total Assets</i>	<u>83,803</u>	<u>116,737</u>	<u>144,452</u>	<u>56,088</u>
Liabilities				
Deposits held in custody for others	83,803	144,452	116,737	56,088
<i>Total Liabilities</i>	<u>83,803</u>	<u>144,452</u>	<u>116,737</u>	<u>56,088</u>
<u>COLT-ANDREWS SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	7,020	387	1,365	6,042
<i>Total Assets</i>	<u>7,020</u>	<u>387</u>	<u>1,365</u>	<u>6,042</u>
Liabilities				
Deposits held in custody for others	7,020	1,365	387	6,042
<i>Total Liabilities</i>	<u>7,020</u>	<u>1,365</u>	<u>387</u>	<u>6,042</u>
<u>GUITERAS SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	15,988	4,382	10,856	9,514
<i>Total Assets</i>	<u>15,988</u>	<u>4,382</u>	<u>10,856</u>	<u>9,514</u>
Liabilities				
Deposits held in custody for others	15,988	10,856	4,382	9,514
<i>Total Liabilities</i>	<u>\$ 15,988</u>	<u>\$ 10,856</u>	<u>\$ 4,382</u>	<u>\$ 9,514</u>

See Independent Auditor's Report

BRISTOL WARREN REGIONAL SCHOOL DISTRICT

Supplementary Information

Agency Funds

Combining Statement of Changes in Assets and Liabilities

June 30, 2019

	<u>Balance</u> <u>June 30, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>ROCKWELL SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	\$ 12,124	\$ 359	\$ 5,115	\$ 7,368
<i>Total Assets</i>	<u>12,124</u>	<u>359</u>	<u>5,115</u>	<u>7,368</u>
Liabilities				
Deposits held in custody for others	12,124	5,115	359	7,368
<i>Total Liabilities</i>	<u>12,124</u>	<u>5,115</u>	<u>359</u>	<u>7,368</u>
<u>HUGH SCHOOL - STUDENT ACTIVITY</u>				
Assets				
Cash	21,810	1,896	10,952	12,754
<i>Total Assets</i>	<u>21,810</u>	<u>1,896</u>	<u>10,952</u>	<u>12,754</u>
Liabilities				
Deposits held in custody for others	21,810	10,952	1,896	12,754
<i>Total Liabilities</i>	<u>21,810</u>	<u>10,952</u>	<u>1,896</u>	<u>12,754</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets				
Cash	314,948	300,358	446,855	168,451
<i>Total Assets</i>	<u>314,948</u>	<u>300,358</u>	<u>446,855</u>	<u>168,451</u>
Liabilities				
Deposits held in custody for others	314,948	446,855	300,358	168,451
<i>Total Liabilities</i>	<u>\$ 314,948</u>	<u>\$ 446,855</u>	<u>\$ 300,358</u>	<u>\$ 168,451</u>

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CERTIFIED PUBLIC ACCOUNTANTS

126 President Avenue

Fall River, MA 02720

TEL. (508) 675-7889

FAX (508) 675-7859

www.hague-sahady.com

*Independent Auditors' Report on Internal Controls Over Financial Reporting and on Compliance And
Other Matters Based on an Audit of Financial Statements Performed in Accordance With
Government Auditing Standards*

To the Superintendent and
Members of the School Committee
Bristol Warren Regional School District
Bristol, 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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Bristol Warren Regional School District (District), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 16, 2019.

Internal Control Over Financial Reporting

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

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

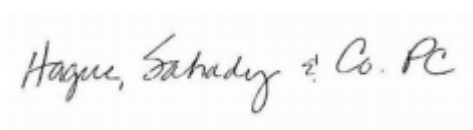
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Haque, Sabady & Co. PC". The signature is written in dark ink on a light-colored background.

Fall River, Massachusetts
December 16, 2019