

TOWN OF JAMESTOWN
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016



Photo by Warren Jagger

Town Hall
Jamestown, Rhode Island

Andrew E. Nota
Town Administrator

Christina D. Collins
Finance Director

Prepared by: Finance Department

-----**Jamestown, Rhode Island**-----

**TOWN OF JAMESTOWN, RHODE ISLAND
AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

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Concluded

INTRODUCTORY SECTION

This Section Contains the Following Subsections:

List of Town Officials

TOWN OF JAMESTOWN, RHODE ISLAND

**Listing of Town Officials
For the Year Ended June 30, 2016**

TOWN COUNCIL

Kristine S. Trocki, President
Mary E. Meagher, Vice President
Blake A. Dickinson
Thomas P. Tighe
Michael G. White

TOWN ADMINISTRATOR

Andrew E. Nota

FINANCE DIRECTOR

Christina D. Collins

SCHOOL COMMITTEE

Catherine Kaiser, Chair
Julia Held, Vice Chair
Sara Baines
Melisa Mastrostefano
B. J. Whitehouse

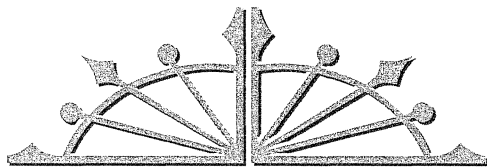
SCHOOL DIRECTOR OF FINANCE

Jane Littlefield

FINANCIAL SECTION

This Section Contains the Following Subsections:

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



BAXTER DANSEREAU & ASSOCIATES, LLP
Accounting, Consulting & Tax Services

Partners
William J. Baxter, Jr., CPA
Paul L. Dansereau, CPA

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the Town of Jamestown, Rhode Island (Town) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Town of Jamestown, Rhode Island as of June 30, 2016, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4-13 and 79-87 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Jamestown, Rhode Island's basic financial statements. The introductory section, combining nonmajor fund financial statements, the combining fiduciary fund financial statements, other supplementary information and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2016 on our consideration of the Town of Jamestown, Rhode Island's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Jamestown, Rhode Island's internal control over financial reporting and compliance.



Baxter Dansereau & Associates, LLP
West Warwick, Rhode Island
December 27, 2016

Managements' Discussion and Analysis

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Management of the Town of Jamestown provides this Management's Discussion and Analysis of the Town of Jamestown's Annual Financial Report for the readers of the Town's financial statements. This narrative overview and analysis of the financial statements of the Town of Jamestown is for the fiscal year ended June 30, 2016. We encourage readers to consider this information in conjunction with the Town's financial statements that follow.

Financial Highlights

- ❖ The Town's primary government net position increased in the amount of \$26,878 as a result of this current year's operations. On a government-wide basis the assets of the Town of Jamestown exceeded its liabilities at the close of the most recent fiscal year by \$19,017,878. Net position of business activities increased by \$195,509 or .03% while the current net position of Governmental Activities decreased by \$168,631 or .01%.
- ❖ The Town's Government-wide (governmental and business activities) operating expenses were \$26,672,658 while revenues collected were \$26,699,536 for the 12 month fiscal year.
- ❖ As of the close of the fiscal year, the Town's governmental funds reported combined ending fund balances of \$10,056,270. Over 44% of this amount, \$4,521,610 is unassigned and available for use within the Town's designation and fiscal policies.
- ❖ At the end of the current fiscal year, the general funds unassigned fund balance was \$4,608,201 which equals 19.95% of the total general fund expenditures before other financing sources and uses for the fiscal year. On a GAAP basis the current fiscal year's expenditures exceeded revenues and other financing sources and uses by \$57,575. On a budgetary basis revenues exceeded expenditures and transfers by \$229,415.
- ❖ The Town's total bonded debt declined by \$5,620,925 during the current fiscal year. The key factor in this decline was the retirement of \$4,870,000 in bonds. The Town did issue \$4,830,000 in General Obligation Refunding Bonds during the current fiscal year, with an interest rate of 2.00-3.00% and a Net PV savings of approximately, \$600,952.

Overview of the Financial Statements

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

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

In addition to the basic financial statements, this report also contains other supplementary information.

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

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

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

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

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

Both of the government-wide financial statements distinguish functions of the Town, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Town's governmental activities include general government and administration, public safety, development services, cultural and recreational services. The Town's business activities include the Jamestown Harbor Management Fund, Water Fund, On-site Wastewater Fund and the Sewer Fund.

The government wide financial statements are reported on pages 14 through 15.

Fund financial statements – A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into two categories-governmental funds and proprietary 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 current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

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

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

Proprietary Funds - The Town's proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town has five enterprise funds, the Jamestown Harbor Management Fund, the Waterfront Infrastructure Fund, the Water Fund, the On-site Wastewater Fund and the Sewer Fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Jamestown Harbor Management Fund, Waterfront Infrastructure Fund, Water Fund, On-site Wastewater Fund and Sewer Fund.

The basic proprietary fund financial statements are presented on pages 19 through 21.

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

The basic fiduciary fund financial statements can be found on pages 22 and 23.

Notes to Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on pages 24 through 78.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the Town's operations. Required Supplementary Information is presented on pages 79 through 91.

The combining statements referred to earlier in connection with non-major governmental funds, and proprietary funds are presented on pages 92 through 126.

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Government-wide Financial Analysis

Analysis of the Town of Jamestown's Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. The Town of Jamestown, governmental activities assets & deferred outflow of resources exceeded its liabilities and deferred inflow of resources by \$11,612,420 as of June 30, 2016. This reflects an overall net decrease of \$154,783. See note 17 in the notes to the financial statements for additional information regarding restatement of the prior periods Net Position.

On the following page is a comparison of the current and prior fiscal years.

	<i>Town of Jamestown</i>					
	<i>Net Position</i>					
	<u>June 30, 2015</u>			<u>June 30, 2016</u>		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Current and Other Assets	\$ 11,789,497	\$ 343,799	\$ 12,133,296	\$ 11,240,574	\$ 139,164	\$ 11,379,738
Capital assets	21,140,905	15,536,121	36,677,026	21,242,057	15,244,697	36,486,754
Total Assets	<u>32,930,402</u>	<u>15,879,920</u>	<u>48,810,322</u>	<u>32,482,631</u>	<u>15,383,861</u>	<u>47,866,492</u>
Deferred outflow of resources	1,574,340	-	1,574,340	2,972,473	-	2,972,473
Other Liabilities	1,880,890	232,197	2,113,087	1,020,727	273,093	1,293,820
Long-Term Liabilities	19,254,743	8,437,774	27,692,517	20,328,276	7,705,310	28,033,586
Total Liabilities	<u>21,135,633</u>	<u>8,669,971</u>	<u>29,805,604</u>	<u>21,349,003</u>	<u>7,978,403</u>	<u>29,327,406</u>
Deferred inflow of resources	1,601,906	-	1,601,906	2,493,681	-	2,493,681
Net Position:						
Net investment in capital assets	12,835,314	7,217,304	20,052,618	13,275,461	7,663,486	20,938,947
Restricted for:						
Education programs	639,548	-	639,548	540,049	-	540,049
Public safety programs	35,557	-	35,557	28,243	-	28,243
Unrestricted	<u>(1,743,216)</u>	<u>(7,355)</u>	<u>(1,750,571)</u>	<u>(2,231,333)</u>	<u>(258,028)</u>	<u>(2,489,361)</u>
Total Net Position	<u>\$ 11,767,203</u>	<u>\$ 7,209,949</u>	<u>\$ 18,977,152</u>	<u>\$ 11,612,420</u>	<u>\$ 7,405,458</u>	<u>\$ 19,017,878</u>

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

A portion of the Town's governmental activities net position of \$11,612,420 consists of its net investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any debt used to acquire these assets, which is still outstanding. The Town uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities.

Analysis of the Town of Jamestown's Operations

The following analysis provides a summary of the Town's operations for the year ended June 30, 2016. The Town first implemented GASB Statement 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments for the fiscal year February 29, 2004. Therefore, comparative data is available and is presented in the following schedules. Current year Governmental activities decreased the Town's net position by \$168,631 or .01% while business-type activities increased the Town's net position by \$195,509 accounting for .03% for a total increase in the primary governments net position of \$26,878 or .001%

The following table presents a comparative schedule of the activity that accounted for the increases in the Town's net position.

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Town of Jamestown
Changes in Net Position

	June 30, 2015			June 30, 2016		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Revenues						
Program revenues						
Charges for services	\$ 1,229,136	\$ 2,444,897	\$ 3,674,033	\$ 1,469,281	\$ 2,506,356	\$ 3,975,637
Federal/State grants	1,103,195	-	1,103,195	1,085,598	-	1,085,598
General Revenues						
Property taxes	18,721,114	-	18,721,114	18,921,081	-	18,921,081
Investment earnings	137,147	-	137,147	140,595	-	140,595
State aid	771,423	-	771,423	792,284	-	792,284
Miscellaneous	1,200,296	158,083	1,358,379	1,619,404	164,937	1,784,341
Total revenues	<u>23,162,311</u>	<u>2,602,980</u>	<u>25,765,291</u>	<u>24,028,243</u>	<u>2,671,293</u>	<u>26,699,536</u>
Expenses						
Legislative/judicial/admin	1,828,237	-	1,828,237	2,973,246	-	2,973,246
Financial Administrative	330,915	-	330,915	324,418	-	324,418
Public Safety	2,616,062	-	2,616,062	2,535,922	-	2,535,922
Public Works	2,097,428	-	2,097,428	2,203,145	-	2,203,145
Public Welfare	3,964	-	3,964	20,081	-	20,081
Public Health	338,006	-	338,006	489,360	-	489,360
Tree Warden	31,279	-	31,279	32,093	-	32,093
Library	412,804	-	412,804	426,979	-	426,979
Parks & Recreation	503,108	-	503,108	670,427	-	670,427
Other	933,351	-	933,351	935,664	-	935,664
Education	11,672,054	-	11,672,054	13,331,258	-	13,331,258
Interest	332,924	-	332,924	306,281	-	306,281
Harbor Management Fund	-	193,855	193,855	-	190,958	190,958
Water Fund	-	1,082,833	1,082,833	-	1,059,591	1,059,591
On-Site Wastewater Fund	-	33,094	33,094	-	22,167	22,167
Sewer Fund	-	1,137,374	1,137,374	-	1,151,068	1,151,068
Total expenses	<u>21,100,132</u>	<u>2,447,156</u>	<u>23,547,288</u>	<u>24,248,874</u>	<u>2,423,784</u>	<u>26,672,658</u>
Transfers	50,145	(50,145)	-	52,000	(52,000)	-
Change in net position	2,112,324	105,679	2,218,003	(168,631)	195,509	26,878
Net position beginning restated	9,654,879	7,104,270	16,759,149	11,781,051	7,209,949	18,991,000
Net position ending	<u>\$ 11,767,203</u>	<u>\$ 7,209,949</u>	<u>\$ 18,977,152</u>	<u>\$ 11,612,420</u>	<u>\$ 7,405,458</u>	<u>\$ 19,017,878</u>

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Financial Analysis of the Town of Jamestown's Funds

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

At the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$10,056,270. Over 44% of the total amount, or \$4,521,610 constituted unassigned fund balances. The remainder of the fund balance is categorized at various commitment levels as follows.

TOWN OF JAMESTOWN, RHODE ISLAND
Fund Balance Categories

<i>Nonspendable:</i>	
Inventories	\$ 15,051
Prepays	199,557
<i>Restricted for:</i>	
Educational programs	540,049
Public safety programs	28,243
<i>Committed for:</i>	
Public works programs	347,002
2016 Budgeted operations	354,829
Capital programs	1,291,270
Post employment healthcare	1,150,000
Compensated absences	801,181
<i>Assigned for:</i>	
Public safety programs	62,339
Public welfare programs	117,365
Public works programs	234,904
Culture and recreation	392,870
<i>Unassigned:</i>	<u>4,521,610</u>
Total fund balances	<u><u>\$ 10,056,270</u></u>

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

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

General Fund Budgetary Highlights

Revenues:

Real Estate and Tangible Taxes - were over budget by \$194,949 due to high collection rate and payment of previous year's taxes.

Intergovernmental & Departmental - were over budget \$306,934 due to higher than anticipated activities in various departments.

Other - was over budget \$50,000 due to unanticipated revenues coming in during the year.

Expenses:

Legislative, Judicial and General Administrative - was under budget \$28,910 as a result of various cost savings.

Public Safety - was under budget \$47,377 as a result of various costs savings.

Public Works - was under budget \$93,164 due to various cost savings throughout the Public Works and Public Building accounts.

Other – was under budget \$91,159 due to lower than anticipated activity throughout the year.

Debt Service – was over budget \$46,485 due to the Town refinancing debt. Revenue was received to offset.

The Town of Jamestown's Capital Assets

The Town of Jamestown's investment in capital assets for its governmental and business-type activities amounts to \$36,486,754 net of accumulated depreciation at June 30, 2016. Included are land, building and improvements, construction in progress, motor vehicles, infrastructure, furniture and equipment.

Additional information on the Town of Jamestown's capital assets is located in note 6 of the notes to the financial statements.

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Town of Jamestown
Capital Assets (Net of Accumulated Depreciation) (000's)

	June 30, 2015			June 30, 2016		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
Land & Development Rights	\$ 7,058	\$ 55	\$ 7,113	\$ 7,072	\$ 55	\$ 7,127
Construction in Progress	256	-	256	389	281	670
Buildings and improvements	8,226	15,442	23,668	8,072	14,846	22,918
Infrastructure	4,275	-	4,275	4,151	-	4,151
Mains, wells, pumps & hydrants	-	39	39	-	31	31
Machinery and equipment	1,326	-	1,326	1,558	32	1,590
Total	<u>\$ 21,141</u>	<u>\$ 15,536</u>	<u>\$ 36,677</u>	<u>\$ 21,242</u>	<u>\$ 15,245</u>	<u>\$ 36,487</u>

The Town of Jamestown's Debt Administration

At the end of the current fiscal year, the Town of Jamestown's Governmental Activities had a total bonded debt of \$7,514,666. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the Town's long-term debt.

Town of Jamestown
Outstanding Debt
General Obligation and Notes Payable (000's)

	June 30, 2015			June 30, 2016		
	Govern- mental Activities	Business Type Activities	Total	Govern- mental Activities	Business Type Activities	Total
General Obligation Bonds	\$ 8,306	\$ 84	\$ 8,390	\$ 7,515	\$ 25	\$ 7,540
Notes Payable	-	8,234	8,234	-	7,556	7,556
Totals	<u>\$ 8,306</u>	<u>\$ 8,318</u>	<u>\$ 16,624</u>	<u>\$ 7,515</u>	<u>\$ 7,581</u>	<u>\$ 15,096</u>

TOWN OF JAMESTOWN, RHODE ISLAND
Management's Discussion and Analysis
For the Year Ended June 30, 2016
(Un-audited)

Additional information on the Town's long-term debt can be found in note 9 of the Notes to the Financial Statements and on pages 128 through 129.

The Town's general obligation bond rating as assigned by Moody's Investors Service in 2013 was Aa2. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable Town property on the general obligation debt that a municipality can issue. The Town of Jamestown's limit is \$65,904,402 at year-end. The Town's outstanding general obligation debt is \$7,514,666 at year-end, which is \$58,389,736 under the State imposed limitation.

Several of the Town's bonds are insured and thus hold a Triple A credit rating from both Moody's and Fitch Rating Service.

Economic Factors and Next Year's Budgets and Rates

For the fiscal year ending June 30, 2017 the Town of Jamestown has adopted a total general fund budget of \$23,169,426. Of the Town's 2017 budget, \$12,795,891 or 55.23% is budgeted for educational purposes and \$10,373,535 or 44.77% is budgeted for General Fund purposes.

The State of Rhode Island is budgeted to contribute \$458,543 to the Town's education department for the fiscal year ending June 30, 2017.

The Town's tax rate for fiscal 2016 was \$8.78, with 43.52% allocated for general government and 56.48% allocated for education. For fiscal 2017 the Town's tax rate is \$8.58, with 42.61% allocated for general government and 57.39% allocated for education.

Request for Information

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the Town's finances and to show the Town's accountability for the tax dollars received. If you have questions about this report or need additional financial information, contact the Finance Director's Office, Town of Jamestown, 93 Narragansett Ave., Jamestown, RI 02835.

Christina D. Collins
Finance Director

BASIC FINANCIAL STATEMENTS

The Basic Financial Statements include
the Government-Wide Financial Statements,
the Fund Financial Statements and the
Notes to the Financial Statements

Government Wide Financial Statements

The Government Wide Financial Statements include
the Statement of Net Position and the
Statement of Activities

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Net Position
June 30, 2016

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 9,333,775	\$ 289,789	\$ 9,623,564
Accounts receivable:			
Accounts receivable - net	292,426	367,274	659,700
Due from other governments	168,076	-	168,076
Other receivables	573,314	-	573,314
Internal balances	539,826	(539,826)	-
Inventory at cost	-	21,927	21,927
Other Assets - net	333,157	-	333,157
Capital assets:			
Property, plant and equipment - net	20,853,034	14,963,717	35,816,751
Construction in progress	389,023	280,980	670,003
Total capital assets	21,242,057	15,244,697	36,486,754
TOTAL ASSETS	32,482,631	15,383,861	47,866,492
Deferred outflow of resources	2,972,473	-	2,972,473
LIABILITIES			
Accounts payable	645,671	178,999	824,670
Accrued expenses	303,693	94,094	397,787
Unearned revenue	71,363	-	71,363
Long-term liabilities			
Due within one year	839,674	702,531	1,542,205
Due in more than one year	19,488,602	7,002,779	26,491,381
Total liabilities	21,349,003	7,978,403	29,327,406
Deferred inflow of resources	2,493,681	-	2,493,681
NET POSITION			
Net investment in capital assets	13,275,461	7,663,486	20,938,947
<i>Restricted for:</i>			
Education programs	540,049	-	540,049
Public safety programs	28,243	-	28,243
Unrestricted	(2,231,333)	(258,028)	(2,489,361)
Total net position	\$ 11,612,420	\$ 7,405,458	\$ 19,017,878

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Activities
For the Fiscal Year Ended June 30, 2016

Functions/ Programs	Program revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-type Activities	Total
Primary government						
Governmental activities:						
Legislative, judicial and general administrative	\$ 2,973,246	\$ 339,214	\$ -	\$ (2,634,032)		\$ (2,634,032)
Financial administration and tax assessor	324,418	52,090	-	(272,328)		(272,328)
Public safety	2,535,922	439,757	17,857	(2,078,308)		(2,078,308)
Public works	2,203,145	136,437	23,256	(2,043,452)		(2,043,452)
Public welfare	20,081	-	127,556	107,475		107,475
Public health	489,360	-	149,378	(339,982)		(339,982)
Tree warden	32,093	-	-	(32,093)		(32,093)
Library	426,979	4,573	86,834	(335,572)		(335,572)
Parks & recreation	670,427	497,210	8,255	(164,962)		(164,962)
Other	935,664	-	185,500	(750,164)		(750,164)
Education	13,331,258	-	486,962	(12,844,296)		(12,844,296)
Interest	306,281	-	-	(306,281)		(306,281)
Total governmental activities	24,248,874	1,469,281	1,085,598	(21,693,995)		(21,693,995)
Business type activities:						
Harbor management fund	190,958	235,604	-	-	\$ 44,646	44,646
Harbor capital improvement fund	-	70,500	-	-	70,500	70,500
Water fund	1,059,591	1,044,576	-	-	(15,015)	(15,015)
On-site wastewater fund	22,167	36,240	-	-	14,073	14,073
Sewer fund	1,151,068	1,119,436	-	-	(31,632)	(31,632)
Total business-type activities	2,423,784	2,506,356	-	-	82,572	82,572
Total primary government	\$ 26,672,658	\$ 3,975,637	\$ 1,085,598	(21,693,995)	82,572	(21,611,423)
General revenues:						
Taxes:						
Property taxes, levied for general purposes				18,921,081	-	18,921,081
Unrestricted investment earnings				140,595	-	140,595
State aid				792,284	-	792,284
Miscellaneous				1,619,404	164,937	1,784,341
Transfers				52,000	(52,000)	-
Total general revenues				21,525,364	112,937	21,638,301
Change in net assets				(168,631)	195,509	26,878
Net position-beginning restated see note 17				11,781,051	7,209,949	18,991,000
Net position-ending				\$ 11,612,420	\$ 7,405,458	\$ 19,017,878

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

Fund Financial Statements

TOWN OF JAMESTOWN, RHODE ISLAND
Balance Sheet
Governmental Funds
June 30, 2016

	General Fund	Capital Improvement Fund	Other Non-Major Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 8,999,381	\$ 9,277	\$ 325,117	\$ 9,333,775
Accounts receivable:				
Property tax receivable net	292,426	-	-	292,426
Due from other governments	-	-	168,076	168,076
Other receivables	198,136	375,178	-	573,314
Internal balances	4,063,338	1,279,835	754,850	6,098,023
Other Assets - net	214,608	-	-	214,608
TOTAL ASSETS	\$ 13,767,889	\$ 1,664,290	\$ 1,248,043	\$ 16,680,222
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 543,237	\$ 55,851	\$ 46,583	\$ 645,671
Accrued expenses	261,303	13,322	-	274,625
Internal balances	4,881,197	403,092	273,908	5,558,197
Unearned revenue	-	-	71,363	71,363
Total liabilities	5,685,737	472,265	391,854	6,549,856
DEFERRED INFLOW OF RESOURCES				
Unavailable tax revenue	74,096	-	-	74,096
Fund balances:				
<i>Nonspendable:</i>				
Inventories	15,051	-	-	15,051
Prepays	199,557	-	-	199,557
<i>Restricted for:</i>				
Educational programs	540,049	-	-	540,049
Public safety programs	-	-	28,243	28,243
<i>Committed for:</i>				
Public works programs	-	-	347,002	347,002
2017 Budgeted operations	354,829	-	-	354,829
Capital programs	99,245	1,192,025	-	1,291,270
Post employment healthcare	1,150,000	-	-	1,150,000
Compensated absences	801,181	-	-	801,181
<i>Assigned for:</i>				
Public safety programs	35,318	-	27,021	62,339
Public welfare programs	71,847	-	45,518	117,365
Public works programs	250	-	234,654	234,904
Culture and recreation	132,528	-	260,342	392,870
<i>Unassigned:</i>	4,608,201	-	(86,591)	4,521,610
Total fund balances	8,008,056	1,192,025	856,189	10,056,270
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE	\$ 13,767,889	\$ 1,664,290	\$ 1,248,043	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. (Note 7)	21,242,057
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds. (Note 7)	45,028
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. (Note 7)	(19,730,935)
Net assets of governmental activities	\$ 11,612,420

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2016

	General Fund	Capital Improvement Fund	Other Non-Major Governmental Funds	Total Governmental Funds
Revenues				
Property tax	\$ 18,881,135	\$ -	\$ -	\$ 18,881,135
Intergovernmental and departmental revenue	2,537,711	-	612,067	3,149,778
License and permits	994,490	-	-	994,490
Fines and interest on late payments	183,658	-	-	183,658
Interest on investments	35,031	-	155	35,186
Other revenues	189,609	38,508	430,681	658,798
Total revenues	<u>22,821,634</u>	<u>38,508</u>	<u>1,042,903</u>	<u>23,903,045</u>
Expenditures				
Legislative, judicial and general administrative	2,222,013	-	-	2,222,013
Financial administration and tax assessor	324,418	-	-	324,418
Public safety	2,299,877	-	-	2,299,877
Public works	1,692,095	-	-	1,692,095
Public welfare	20,081	-	-	20,081
Public health	489,360	-	-	489,360
Tree warden	32,093	-	-	32,093
Library	426,979	-	-	426,979
Parks & recreation	609,997	-	-	609,997
Other	83,965	309,721	330,114	723,800
Education	12,370,133	-	524,237	12,894,370
Capital outlay	-	1,115,918	92,042	1,207,960
Debt service:				
Principal	750,925	-	-	750,925
Interest	308,928	-	-	308,928
Bond issuance cost	46,485	-	-	46,485
Total expenditures	<u>21,677,349</u>	<u>1,425,639</u>	<u>946,393</u>	<u>24,049,381</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>1,144,285</u>	<u>(1,387,131)</u>	<u>96,510</u>	<u>(146,336)</u>
Other financing sources (uses)				
Issuance of refunding bonds	4,830,000	-	-	4,830,000
Premium on refunding	396,568	-	-	396,568
Payment to refunding bond escrow agent	(5,135,905)	-	-	(5,135,905)
Capital lease proceeds	-	447,191	-	447,191
Cost of issuance	(90,663)	-	-	(90,663)
Transfers from other funds	220,000	1,283,500	(29,640)	1,473,860
Transfers to other funds	(1,421,860)	-	-	(1,421,860)
Total other financing sources (uses)	<u>(1,201,860)</u>	<u>1,730,691</u>	<u>(29,640)</u>	<u>499,191</u>
Excess of revenues and other sources over(under) expenditures and other uses	<u>(57,575)</u>	<u>343,560</u>	<u>66,870</u>	<u>352,855</u>
Fund balances - beginning - restated see note 17	<u>8,065,631</u>	<u>848,465</u>	<u>789,319</u>	<u>9,703,415</u>
Fund balances - ending	<u>\$ 8,008,056</u>	<u>\$ 1,192,025</u>	<u>\$ 856,189</u>	<u>\$ 10,056,270</u>

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

TOWN OF JAMESTOWN, RHODE ISLAND
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2016

Net change in fund balances-total governmental funds	\$	352,855
<p>Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures because:</p> <p>Governmental funds reported capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital additions exceed depreciation expense in the current period.</p>		
Capital Outlay	1,207,960	
Depreciation Expense	<u>(1,204,222)</u>	3,738
Loss on disposal of capital asset		(23,989)
Donated capital asset - Land		13,500
Reductions in deferred revenue that provide current financial resources to governmental funds are not reported as revenues in the statement of activities.		39,946
Some expenditures reported in the governmental funds that require the use of current financial resources are not reported as expenditures in the statement of activities. This is the net effect of those activities.		2,647
<p>Changes in the Town's Net Pension Assets, Deferred Outflows of Resources related to pension plans or Net Pension Liability and Deferred Inflows of Resources related to pension plans result in an increase or decrease to the pension expense reported in the Statement of Activities. The effect of these adjustments resulted in a decrease in pension expense reported in the Statement of Activities.</p> <p>Also, under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the full accrual basis, expenses and liabilities are recorded regardless of when financial resources are available.</p>		
Principal payments made on long-term debt		5,620,925
New bond proceeds		(4,830,000)
New capital lease proceeds		(447,191)
New capital lease principal payment		39,331
New bond premium		(396,568)
Amortization of bond premium		71,752
Net decrease in compensated absences		(77,399)
Net decrease in the other post employment benefit obligation		257,552
Net (increase) decrease in the net pension liability		(997,681)
Net increase (decrease) in the net pension asset		(304,407)
Net increase (decrease) in deferred outflows		1,398,133
Net (increase) decrease in deferred inflows		(891,775)
Change in net assets of governmental activities	\$	<u>(168,631)</u>

Please see Note 8 for a more detailed explanation of the differences between the Government-Wide Financial Statements and the Fund Financial Statements

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Net Position
Proprietary Funds
June 30, 2016

Enterprise Funds						
	Harbor Management Fund	Waterfront Infrastructure Fund	Water Fund	On-Site Wastewater Fund	Sewer Fund	Total
ASSETS						
Current assets						
Cash and cash equivalents	\$ 83,706	\$ -	\$ 74,476	\$ -	\$ 131,607	\$ 289,789
Accounts receivable - net:						
Water and sewer user fees	-	-	96,775	-	270,499	367,274
Internal balances	233,785	151,000	-	22,473	-	407,258
Inventory	-	-	21,927	-	-	21,927
Total current assets	<u>317,491</u>	<u>151,000</u>	<u>193,178</u>	<u>22,473</u>	<u>402,106</u>	<u>1,086,248</u>
Non-current assets						
Property, plant and equipment						
CIP - sewer plant rehabilitation	-	-	-	-	280,980	280,980
Reservoirs and land	-	-	55,200	-	-	55,200
Plant facilities	-	-	7,811,122	-	12,039,702	19,850,824
Extensions and mains	-	-	2,727,800	-	2,086,111	4,813,911
Equipment	237,891	-	110,752	-	139,692	488,335
Total property, plant and equipment	<u>237,891</u>	<u>-</u>	<u>10,704,874</u>	<u>-</u>	<u>14,546,485</u>	<u>25,489,250</u>
Less accumulated depreciation	115,776	-	3,374,099	-	6,754,678	10,244,553
Net property, plant and equipment	<u>122,115</u>	<u>-</u>	<u>7,330,775</u>	<u>-</u>	<u>7,791,807</u>	<u>15,244,697</u>
TOTAL ASSETS	<u>439,606</u>	<u>151,000</u>	<u>7,523,953</u>	<u>22,473</u>	<u>8,193,913</u>	<u>16,330,945</u>
LIABILITIES						
Current liabilities						
Accounts payable	20,326	-	52,454	-	106,219	178,999
Accrued expenses	2,407	-	63,539	-	28,148	94,094
Internal balances	151,000	-	117,078	-	679,006	947,084
Current portion of bonds and notes payable	-	-	288,000	-	414,531	702,531
Total current liabilities	<u>173,733</u>	<u>-</u>	<u>521,071</u>	<u>-</u>	<u>1,227,904</u>	<u>1,922,708</u>
Non-current liabilities						
Compensated absences payable	-	-	59,893	-	64,206	124,099
Bonds and notes payable long term portion	-	-	3,931,000	-	2,947,680	6,878,680
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>3,990,893</u>	<u>-</u>	<u>3,011,886</u>	<u>7,002,779</u>
Total liabilities	<u>173,733</u>	<u>-</u>	<u>4,511,964</u>	<u>-</u>	<u>4,239,790</u>	<u>8,925,487</u>
Net Position						
Net investment in capital assets	122,115	-	3,111,775	-	4,429,596	7,663,486
Unrestricted	143,758	151,000	(99,786)	22,473	(475,473)	(258,028)
Total Net Position	<u>\$ 265,873</u>	<u>\$ 151,000</u>	<u>\$ 3,011,989</u>	<u>\$ 22,473</u>	<u>\$ 3,954,123</u>	<u>\$ 7,405,458</u>

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	Enterprise Funds					
	Harbor Management Fund	Waterfront Infrastructure Fund	Water Fund	On-Site Wastewater Fund	Sewer Fund	Total
Operating revenues						
Assessments and user fees	\$ 235,604	\$ 70,500	\$ 1,044,576	\$ 36,240	\$ 1,119,436	\$ 2,506,356
Other revenues	-	-	164,937	-	-	164,937
Total operating revenues	<u>235,604</u>	<u>70,500</u>	<u>1,209,513</u>	<u>36,240</u>	<u>1,119,436</u>	<u>2,671,293</u>
Operating expenses						
Salaries and benefits	79,686	-	390,474	20,492	406,711	897,363
Materials and supplies	92,234	-	313,616	1,675	234,192	641,717
Depreciation and amortization	19,038	-	200,430	-	451,411	670,879
Total operating expenses	<u>190,958</u>	<u>-</u>	<u>904,520</u>	<u>22,167</u>	<u>1,092,314</u>	<u>2,209,959</u>
Operating income (loss)	<u>44,646</u>	<u>70,500</u>	<u>304,993</u>	<u>14,073</u>	<u>27,122</u>	<u>461,334</u>
Non-operating revenues (expenses)						
Interest expense	-	-	(155,071)	-	(58,754)	(213,825)
Transfer-in/(out)	(60,000)	-	-	-	8,000	(52,000)
Total non-operating (expenses)	<u>(60,000)</u>	<u>-</u>	<u>(155,071)</u>	<u>-</u>	<u>(50,754)</u>	<u>(265,825)</u>
Change in Net Position	<u>(15,354)</u>	<u>70,500</u>	<u>149,922</u>	<u>14,073</u>	<u>(23,632)</u>	<u>195,509</u>
Total Net Position - beginning	<u>281,227</u>	<u>80,500</u>	<u>2,862,067</u>	<u>8,400</u>	<u>3,977,755</u>	<u>7,209,949</u>
Total Net Position - ending	<u>\$ 265,873</u>	<u>\$ 151,000</u>	<u>\$ 3,011,989</u>	<u>\$ 22,473</u>	<u>\$ 3,954,123</u>	<u>\$ 7,405,458</u>

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Cash Flows-Proprietary Funds
For the Fiscal Year Ended June 30, 2016

	<u>Enterprise Funds</u>					
	<u>Harbor Management Fund</u>	<u>Waterfront Infrastructure Fund</u>	<u>Water Fund</u>	<u>On-Site Wastewater Fund</u>	<u>Sewer Fund</u>	<u>Total</u>
Cash flows from operating activities						
Cash received from customers	\$ 235,604	\$ 70,500	\$ 1,194,855	\$ 36,240	\$ 1,104,885	\$ 2,642,084
Cash payments to suppliers for goods and services	(88,182)	-	(339,331)	(1,675)	(161,762)	(590,950)
Cash payments to employees for services	(82,747)	-	(384,458)	(20,492)	(402,483)	(890,180)
Net cash provided by (used for) operating activities	<u>64,675</u>	<u>70,500</u>	<u>471,066</u>	<u>14,073</u>	<u>540,640</u>	<u>1,160,954</u>
Cash flows from capital and related financing activities						
Acquisition and construction of capital assets	(98,475)	-	-	-	(280,980)	(379,455)
Principal paid on bonds, notes and loans	-	-	(330,701)	-	(406,906)	(737,607)
Interest paid on bonds, notes and loans	-	-	(158,366)	-	(60,925)	(219,291)
Net cash provided (used for) capital and related financing activities	<u>(98,475)</u>	<u>-</u>	<u>(489,067)</u>	<u>-</u>	<u>(748,811)</u>	<u>(1,336,353)</u>
Cash flows from non-capital financing activities						
Interfund transfers	(11,807)	(70,500)	(8,964)	(14,073)	232,619	127,275
Net cash provided by (used for) non-capital financing activities	<u>(11,807)</u>	<u>(70,500)</u>	<u>(8,964)</u>	<u>(14,073)</u>	<u>232,619</u>	<u>127,275</u>
Cash flows from investing activities						
Interest on investments	-	-	-	-	-	-
Net cash provided by (used for) investing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(45,607)	-	(26,965)	-	24,448	(48,124)
Cash and cash equivalents at beginning of year	129,313	-	101,441	-	107,159	337,913
Cash, (cash overdrafts recorded as payables) and cash equivalents at end of year	<u>\$ 83,706</u>	<u>\$ -</u>	<u>\$ 74,476</u>	<u>\$ -</u>	<u>\$ 131,607</u>	<u>\$ 289,789</u>
Reconciliation of operating income to net cash provided by operating activities						
Operating income (Loss)	\$ 44,646	\$ 70,500	\$ 304,993	\$ 14,073	\$ 27,122	\$ 461,334
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation and amortization	19,038	-	200,430	-	451,411	670,879
Changes in assets and liabilities:						
(Increase) decrease in accounts receivable	-	-	(14,658)	-	(14,551)	(29,209)
(Increase) decrease in inventory	-	-	6,446	-	-	6,446
Increase (decrease) in accounts payable	4,052	-	(32,161)	-	72,430	44,321
Increase (decrease) in accrued expenses	(3,061)	-	6,016	-	4,228	7,183
Total adjustments	<u>20,029</u>	<u>-</u>	<u>166,073</u>	<u>-</u>	<u>513,518</u>	<u>699,620</u>
Net cash provided by operating activities	<u>\$ 64,675</u>	<u>\$ 70,500</u>	<u>\$ 471,066</u>	<u>\$ 14,073</u>	<u>\$ 540,640</u>	<u>\$ 1,160,954</u>

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	<u>Employee Retirement Plan</u>	<u>Town OPEB Trust Fund</u>	<u>School OPEB Trust Fund</u>	<u>Private-purpose Trusts</u>	<u>Agency Funds</u>
ASSETS					
Cash	\$ 242,030	\$ -	\$ -	\$ 131,722	\$ 105,038
Receivables:					
Accrued interest and dividends	47,568	-	-	-	-
Total receivables	<u>47,568</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investments, at fair value:					
Government obligations	1,237,289	-	-	-	-
Domestic & foreign corporate bonds	2,744,372	-	-	-	-
Mutual funds	2,171,906	134,025	500,004	-	851,166
Equities	3,497,726	-	-	-	-
Total investments	<u>9,651,293</u>	<u>134,025</u>	<u>500,004</u>	<u>-</u>	<u>851,166</u>
Total Assets	<u>9,940,891</u>	<u>134,025</u>	<u>500,004</u>	<u>131,722</u>	<u>956,204</u>
LIABILITIES					
Deposits held in custody for others	-	-	-	-	956,204
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 956,204</u>
NET POSITION					
Held in trust for pension benefits and other purposes	<u>\$ 9,940,891</u>	<u>\$ 134,025</u>	<u>\$ 500,004</u>	<u>\$ 131,722</u>	

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

TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2016

	<u>Employee Retirement Plan</u>	<u>Town OPEB Trust Fund</u>	<u>School OPEB Trust Fund</u>	<u>Private-purpose Trusts</u>
Additions				
Contributions				
Employer	\$ 165,547	\$ 134,024	\$ 500,000	\$ -
Plan members	77,307	-	-	-
Total contributions	<u>242,854</u>	<u>134,024</u>	<u>500,000</u>	<u>-</u>
Investment earnings				
Net increase/(decrease) in fair value of investments	140,362	-	-	-
Interest and dividends	322,011	1	4	497
Total investment earnings	<u>462,373</u>	<u>1</u>	<u>4</u>	<u>497</u>
Total additions	<u>705,227</u>	<u>134,025</u>	<u>500,004</u>	<u>497</u>
Deductions				
Benefits paid	492,215	-	-	-
Scholarships	-	-	-	5,000
Plan cost	45,571	-	-	-
Total deductions	<u>537,786</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
Change in net position	167,441	134,025	500,004	(4,503)
Net position beginning of year	9,773,450	-	-	136,225
Net position end of year	<u>\$ 9,940,891</u>	<u>\$ 134,025</u>	<u>\$ 500,004</u>	<u>\$ 131,722</u>

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

Notes to Financial Statements

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Jamestown, Rhode Island, have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

THE FINANCIAL REPORTING ENTITY

The Town of Jamestown is a municipal corporation governed by a Town Council/Town Administrator form of government with an elected five-member Town Council.

The Town of Jamestown was founded in 1639, incorporated as a Town in 1678; it was first chartered on November 5, 1974 and amended in the years 1992, 2002 and 2009. The Town is governed largely under the State Legislative Group. In some matters, including the issuance of short and long-term debt, the general laws of the State of Rhode Island govern the Town. The Town provides the following services as authorized by the State Legislative Laws: public safety (police, fire, traffic safety, inspections, zoning and building), public works (highways and streets, harbors, engineering and building maintenance), recreation, education, social services, and general administrative services.

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. 14. Under GASB Statement No. 14, the financial reporting entity includes both the primary government, which is the Town of Jamestown and all of its component units. Component units are legally separate entities that meet anyone of the following three tests:

Test 1 - The primary government appoints the voting majority of the board of the potential component unit and

* is able to impose its will on the potential component unit and/or

* is in a relationship of financial benefit or burden with the potential component unit,

Test 2 - The potential component unit is fiscally dependent upon the primary government; or

Test 3 - The financial statements would be misleading if data from the potential component writ were not included.

The following entities were considered for classification as component units for the fiscal year ended 2016:

- * Jamestown School Department
- * Jamestown Fire Department
- * Jamestown Housing Authority

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Although the School Department meets certain criteria of the tests listed above, the School Department is not deemed to have separate legal status apart from the Town. As a result, the financial data of the School Department has been included as part of the Town's General Fund within the Town's financial statements.

The Town of Jamestown's financial statements do not include the Jamestown Fire Department or the Jamestown Housing Authority.

A description of these entities and the reasons for their exclusion from the reporting entity are summarized below:

The Jamestown Fire Department is located in a Town-owned building. The Department was organized to provide fire protection for the citizens of Jamestown. Although this relationship suggests that the Department might be part of the reporting entity, the following factors suggest that the Department should not be included in the reporting entity:

- The Department is responsible for its fiscal affairs including the funding of deficits and the disposition of surpluses.
- The Department's management is responsible for the day-to-day operations of the department.
- The management of the Department is accountable to a governing board, which is not accountable to Town administration.

The Housing Authority services only citizens of the Town of Jamestown with low income housing throughout Jamestown. Although this relationship might suggest that the Housing Authority should be part of the reporting entity, the following factors suggest that the authority should not be included in the reporting entity:

- The Housing Authority is exclusively responsible for its fiscal affairs including the funding of deficits and the disposition of surpluses.
- The Housing Authority's management is responsible for employment of personnel and for the day-to-day operations of the Authority.
- The management of the Housing Authority is accountable to the Housing Authority's governing board, which is not accountable to the Town administration or Town Council.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF PRESENTATION

Recently Issued Accounting Standards

The Town implemented the following accounting pronouncements for the year ended June 30, 2016:

- GASB Statement No. 72 – Fair Value Measurement and Application effective for the Town’s fiscal year ending June 30, 2016.
- GASB Statement No. 73 – Accounting and Financial reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68 - effective for the Town’s fiscal year ending June 30, 2016.
- GASB Statement No. 76 – The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments - effective for the Town’s fiscal year ending June 30, 2016.

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

- GASB Statement No. 74 – Financial Reporting for Postemployment Benefit Plans Other than Pension Plans - effective for the Town’s fiscal year ending June 30, 2017.
- GASB Statement No. 75 - Accounting for Postemployment Benefit Plans Other than Pension Plans - effective for the Town’s fiscal year ending June 30, 2018.
- GASB Statement No. 77 – Tax Abatement Disclosures - effective for the Town’s fiscal year ending June 30, 2017.
- GASB Statement No. 78 Pensions Provided through Certain Multiple-Employer Defined Pension Plans - effective for the Town’s fiscal year ending June 30, 2017.

Government-Wide Financial Statements

The statement of net position and the 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 activity of these funds are reported in the statements of fiduciary net position and changes in fiduciary net position). The government-wide financial 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.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which, is 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 Town or meets the following criteria:

- (a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total (assets, liabilities, and so forth) for all funds of that category or type (that is, total governmental or total enterprise funds), and
- (b) Total assets, liabilities, 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.

In addition to funds that meet the major fund criteria, any other governmental or enterprise fund that the government's officials believe is particularly important to financial statement users (for example, because of public interest or consistency) may be reported as a major fund.

GOVERNMENTAL FUND TYPES:

These are the funds through which most governmental functions are typically financed. The funds included in this category are as follows:

General Fund - is used to account for resources devoted to financing the general services that the Town performs for its citizens. General tax revenues and other sources of revenues used to finance the fundamental operations of the Town are included in this fund. The fund is charged with all costs of operating the government for which a separate fund has not been established.

Special Revenue Funds - are used to account for restricted or committed revenues that comprise a substantial portion of the *inflows* of a fund.

Capital Projects Funds - are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary or Trust funds).

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

PROPRIETARY FUND TYPES:

These funds account for operations that are organized to be self-supporting through user charges. The funds included in this category are as follows:

Enterprise Funds - are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy management control, accountability, or other purposes.

FIDUCIARY FUND TYPES:

These funds account for assets held by the Town as a trustee or agent for individuals, private organizations, and other units of governments. *Fiduciary Fund types are not part of the reporting entity in the Government-wide financial statements.* These funds are as follows:

Pension Trust Fund - is established to provide pension benefits to Police employees. The principal revenue source for this fund is employer and employee contributions and investment income.

OPEB Trust Fund - is established to provide post-employment benefits to Police employees. The principal revenue source for this fund is employer and employee contributions and investment income.

Private Purpose Trust Funds and Agency Funds - are used to account for funds that are to be used for educational and welfare expenditures and for funds held in escrow for other parties.

BASIS OF ACCOUNTING

Measurement Focus – Government Wide Financial Statements

In the government wide financial statements the Statement of Net Position and Statement of Activities (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, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from exchange and exchange-like transactions should be recognized when the exchange takes place. . Revenues, expense, gains, losses, assets, deferred outflows of resources, liabilities and deferred inflows of resources resulting from nonexchange transactions should be recognized in accordance with the requirements of Section N50.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year-end on behalf of the government also are recognized as revenue. Fines, permits, and parking meter revenues are not susceptible to accrual because generally they are not measurable until received in cash.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (continued)

Measurement Focus – Fund Financial Statements

The accounting and financial reporting treatment applied to the *fund financial statements* is determined by its measurement focus. All Governmental Fund Types and Expendable Trust Funds are accounted for using a “current financial resources” measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All Proprietary Fund Types, Private Purpose Trust Funds and Trust Funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. Proprietary Fund Type operating statements present increases (i.e., revenues) and decreases (i.e. expenses) in net assets.

All governmental fund types and agency funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e. both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Licenses and permits, charges for services, fines, forfeits, and miscellaneous revenue are recorded as revenues when received in cash. Those revenues susceptible to accrual are property taxes and investment earnings. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for debt service and other long-term obligations, which are recognized when paid.

Non-current portions of long-term receivables of Governmental Fund Types are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate; however, that they should not be considered "available expendable resources" since they do not represent net current assets. Recognition of Governmental Fund Type revenues represented by non-current receivables is deferred until they become current receivables.

Because of their spending measurement focus, expenditure recognition for Governmental Fund Types excludes amounts represented by non-current liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as Governmental Fund Type expenditures or fund liabilities. They are instead reported as Long-term Liabilities – Governmental Activities.

In applying the "susceptible to accrual" concept to intergovernmental revenues the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of such revenues. For one type, monies must be expended on the specific purpose or project before any amounts will be paid to the Town; therefore, revenues are recognized based upon the expenditures recorded.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (continued)

For the other type, revenues are virtually unrestricted as to purpose of expenditure and nearly irrevocable or revocable only for failure to comply with the prescribed requirements, such as a Community Development Block Grant. These resources are reflected as revenues at the time of receipt or earlier if they meet the "available" criteria.

All Proprietary Funds and Trust Funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Budgetary Data and Budgetary Compliance - In accordance with the Town's Charter, the Town has formally established budgetary accounting control for its General Fund, and School Capital Improvement Fund, which is a Capital Projects Fund. All of the above are subject to annual operating budgets recommended by the Town Council and adopted at the annual financial town meeting.

The annual operating budgets' appropriation amounts are supported by revenue estimates and take into account the elimination of accumulated deficits and the re-appropriation of accumulated surpluses to the extent necessary. The General Fund and School Capital Improvement Fund budgets are in conformity with the legally enacted budgetary basis, which is not in conformity with generally accepted accounting principles. The budget to actual presentations in the financial statements for these funds is reflected on both the GAAP and budgetary basis. The difference between the budgetary basis and the generally accepted accounting principles basis is explained further in the Notes to Required Supplementary Information on page 83.

Appropriations, which are not expended or encumbered, lapse at year-end. The Town had no additional appropriations during the year.

Cash and Cash Equivalents - For purposes of the Statement of Cash Flows, the Proprietary Fund Types consider all highly liquid investments with a maturity of three months or less when purchased to be a cash equivalent.

Investments – Are Government Securities, Commercial Paper and various types of corporate stocks and bonds held in the Governmental or Fiduciary Fund Types, which are recorded at fair value. Fair value is determined by independent reporting agencies for all investments.

Receivables - Accounts receivable are recorded in the General, Special Revenue and Enterprise Funds. Estimated unbilled and un-advanced billed revenue from the Water and Sewer funds are recognized (or unearned) at the end of the year. The town uses the direct write off method to account for bad debt.

Property taxes, which were levied on the first Monday of June of the current year and other delinquent balances, are recorded as receivables offset by unearned revenue accounts on the balance sheets.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (continued)

Inventories -Inventories are maintained on a perpetual system and are stated at cost (first in, first out method of inventory valuation) in the Enterprise Funds. Inventories are recorded as expenditures when consumed. All other funds consider the purchase of supplies and materials to be an expense when incurred.

Other Assets - Other assets held are recorded and accounted for at cost.

Pensions - The provision for pension cost is recorded on an accrual basis, and the Town's policy is to fund pension costs as they accrue.

Capital Assets - In Governmental Fund type, operations are accounted for using the “current financial resources” measurement focus. Capital assets, which include property, plant and equipment, and infrastructure (e.g. road, curbs and gutters, streets and sidewalks, and drainage systems), are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The Town defines capital assets as assets with an individual cost of more than \$10,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical costs of infrastructure assets (retroactive to January 1, 1979) are included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

The Town capitalizes certain interest costs in accordance with GASB Code Section 1400 as part of constructed assets. Interest is capitalized throughout the construction period in the Capital projects fund prior to the assets being transferred to the governmental fund and placed in service.

Property, plant and equipment for Proprietary Fund Types are valued at historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Underground Piping	65 Years
Buildings & Infrastructure	25-65 Years
Other Improvements	15-30 Years
Land Improvements	10-65 Years
Machinery and Equipment	5-30 Years
Vehicles	5 Years

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classifications

Government-Wide Statements - Equity is classified as net position and displayed in three components:

- **Net investment in capital assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted** - Consists of net position with constraints placed on their 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.
- **Unrestricted** - All other net position that do not meet the definition of "restricted" or "net investment in capital assets".

Governmental Fund Financial Statements - The Town has adopted the requirements of the Government Accounting Standards Board GASB Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions*. Acceptance of this statement has changed the Town's presentation of the elements of fund balances, a key indicator of inter-period equity. Listed below are the new fund balance categories and their definitions.

- **Non-spendable** – are balances that are permanently precluded from conversion to cash such as permanent funds and inventories.
- **Restricted** – requires that inflows and outflows of resources and balances be constrained to a specific purpose of enabling legislation, external parties or constitutional provisions.
- **Committed** – are balances with constraints imposed by the government using the highest level of decision-making authority. These constraints can only be removed or changed by the same decision making authority taking the same type of action.
- **Assigned** – are balances intended for a specific purpose by the government's management and are also appropriations of existing fund balances.
- **Unassigned** – are balances available for any purpose. They are not precluded by a management decision, law constitutional provision in the general fund.

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

- a) For committed fund balances: the Town Council is the highest level of decision making authority.
- b) For assigned fund balance: Town management has decision making authority, with approval from the Town council.
- c) The Town considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and considers committed amounts to have been spent when and expenditure is incurred for purposes for which amounts in any other unrestricted fund balance could be used.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance Policies - Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last

Revenues, Expenditures and Expenses - Revenues for Governmental Fund Types 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 Fund Types are recorded when the related liability is incurred. The Town will make use of any available restricted resources first versus unrestricted when determining expendable funds, when both are available. Revenues and expenses of Proprietary Fund Types are recognized using the full accrual basis of accounting. Revenue is recognized as earned and expenses as incurred. Operating revenues are defined as those revenues generated from fees and assessments all others are deemed non-operating.

Program Revenues - Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes - The Town is permitted by State law to levy property taxes. Current tax collections for the Town were approximately 99.12 % of the total 2015-2016 levy. The Town Council establishes the tax rate for the Town and it is then voted on at the annual Financial Town Meeting.

The Town's 2016 property taxes were levied on the first Monday of June 2015 on assessed valuations as of December 31, 2014. Upon levy, taxes are billed quarterly and are due in September, December, March and June. Failure to make payments by due dates will result interest being charged on the unpaid balance. Failure to pay taxes owed will result in the sale of the property for taxes, interest and legal fees.

Vacation, Sick Leave, and Other Compensated Absences - Under the terms of various contracts and agreements, Town and School employees are granted vacation and sick leave in varying amounts based on length of service. Accumulated vacation and vested sick leave is to be paid with available expendable financial resources from the Governmental Fund Types and are recorded as a liability in the appropriate fund. For Proprietary Fund Types accrued vacation and sick leave is recorded as a liability within those funds.

Inter-fund Transactions - Quasi-external transactions are accounted for as fund revenues, expenditures or expenses (as appropriate). Transactions which constitute reimbursements to a fund for expenditures or expenses initially made from it, which are properly applicable to another fund are recorded as expenditures or expenses (as appropriate) in the reimbursing fund and as reductions of the expenditure or expense in the fund that is reimbursed.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All interfund transactions except advances, quasi-external transactions and reimbursements are accounted for as transfers. Nonrecurring or non-routine transfers of equity between funds are considered equity transfers. All other interfund transactions are treated as operating transfers. The Town's policy is to eliminate inter-fund liabilities when assets become available or through approved equity transfers. In the Government-Wide financial statements these inter-fund balances are eliminated so not to "gross up" the assets and liabilities of the primary government.

Deferred Outflows of Resources – Represent a consumption of net position or fund balance by a government that is applicable to a future reporting period. As of the fiscal year ended June 30, 2016 the Town recognize \$2,972,423 of deferred outflows of resources due to activities in its pension funds and refunding of bonds.

Deferred Inflows of Resources – In addition to liabilities, the statement of net position and/or balance sheet can report deferred inflows of resources. Deferred inflows of resources represent the acquisition of net position that applies to a future period and which will not be recognized as an inflow of resources (revenue) until a later date. At June 30, 2016 the Town had one item qualifying as a deferred inflow of resources in the governmental funds balance sheet. Unavailable tax revenue represents property taxes receivables which are assessed on December 31, 2014 and prior and is not collected within 60 days of June 30, 2016. Net unavailable tax revenue included in the fund financial statements was \$74,096 at June 30, 2016. This amount is deferred and will be recognized as an inflow of resources in the years) in which the amounts become available. The Town also recognized \$2,493,681 of deferred inflows of resources in its governmental activities due to activities in its pension funds.

Unearned Revenues - Represent funds received in advance of being owed or receivables, which will be collected and included in revenues of future fiscal years.

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

NOTE 2- STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Legal Debt Limit - The Town's legal debt margin as set forth by State Statute is limited to three percent of total assessed value, which approximates \$65,904,042. As of June 30, 2016, the Town's debt was under the debt limit by \$58,389,736. The long-term debt reported in the Water and Sewer Funds are exempt from the three percent limitation.

Deposits With Financial Institutions - Under Rhode Island general laws, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent (100%) of the deposits which are time deposits with maturity's greater than sixty (60) days. Any of these institutions, which do not meet minimum capital standards prescribed by federal regulators shall insure or pledge eligible collateral equal to one hundred percent (100%) of the deposit, regardless of maturity. There were no violations of the requirements noted in the year. At June 30, 2016 the Town's uncollateralized deposits with an institution are \$1,012,624.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 3 – CASH AND INVESTMENTS

Deposits: The Town maintains deposits in various financial institutions that are carried at cost except for those amounts which are carried as petty cash. The carrying amount of deposits is separately displayed on the balance sheet as "Cash and Cash Equivalents".

Investments: Investment of all idle funds shall be made through national banks or trust companies, providing that the financial conditions and integrity of said institution or institutions are verifiable and can be monitored. The investment of funds shall be in direct obligations of the United States Government and "money market instruments" rated "A" or better. Investments in any one institution shall not exceed five (5) percent of that institutions capital and surplus as set forth in the institutions most recent audited financial statements. All investments will be made as would be done by prudent men of discretion and intelligence in such matters who are seeking a reasonable income and preservation of their capital.

Interest Rate Risk: The Town limits its exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market funds, or similar investment pools.

Concentrations: The Town policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific maturity.

Custodial Credit Risk

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2016, \$1,012,624 of the Town's bank balance of \$11,046,810 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 3 – CASH AND INVESTMENTS (continued)

Cash and investments of the Town consist of the following at June 30, 2016

Cash and Cash Equivalents

Deposits with financial institutions	\$ 10,102,354
--------------------------------------	---------------

Investments

Mutual Funds	3,657,101
--------------	-----------

Equities	3,497,726
----------	-----------

Government Bonds	1,237,289
------------------	-----------

Domestic Corporate Bonds & Fixed Income	2,744,372
---	-----------

Total Pension Investments	<u>11,136,488</u>
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<i>Total Cash and Investments</i>	<u><u>\$ 21,238,842</u></u>
--	------------------------------------

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

Statement of Net Assets

Cash and cash equivalents	\$ 9,623,564
---------------------------	--------------

Fiduciary Funds

Cash	478,790
------	---------

Investments	<u>11,136,488</u>
-------------	-------------------

	<u>11,615,278</u>
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<i>Total Cash and Investments</i>	<u><u>\$ 21,238,842</u></u>
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TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 3 – CASH AND INVESTMENTS (continued)

Custodial Credit Risk

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the town's debt type investments to this risk using the segment time distribution model is as follows:

Type of Investment	Investment Maturities (in Years)				
	Fair Value	Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
Government Securities	\$ 1,237,289	50,319	\$ 351,222	\$ 632,659	\$ 203,089
Corporate Bonds	2,744,372	50,136	1,844,907	849,329	-
Total	<u>\$ 3,981,661</u>	<u>\$ 100,455</u>	<u>\$ 2,196,129</u>	<u>\$ 1,481,988</u>	<u>\$ 203,089</u>

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. This table represents the investment type ratings for the Police Pension Fund as assigned by Moody's Investor's Service for the Town's debt type investments as of June 30, 2016.

Average Rating	Bonds
Aaa	\$ 357,106
Aa1	290,978
Aa2	431,207
Aa3	113,770
A1	904,936
A2	419,961
A3	639,053
Baa1	612,232
Baa2	212,418
	<u>\$ 3,981,661</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 4 – PROPERTY TAXES

The Town is responsible for assessing, collecting, and distributing property taxes in accordance with enabling State legislation. Under the “current financial resources” measurement focus (fund accounting) property tax revenue is recognized in accordance with Section P70, “Property Taxes” of the *Codification of Government Accounting and Reporting Standards*, which states that such revenue is recorded when it becomes measurable and available. Available means due, or past due and receivable within the current period and collected no longer than 60 days after the close of the current period. In the government-wide financial statements revenue is recognized when earned (billed). The Town uses the direct write off method for un-collectable property taxes and follows state law when to write off the balance.

NOTE 5 – INTERFUND RECEIVABLES

The Town, in the ordinary course of business will transfer monies to various funds in order to meet current expenditures. The amounts are recorded as inter-fund balances. These amounts are expected to be repaid only when the receiving fund has sufficient available funds. These balances are eliminated on the government wide financial statements.

Interfund receivable and payable balances at June 30, 2016 are as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund:		
Total General Fund	\$ 4,063,338	\$ 4,881,197
Special Revenue Funds:		
Total Special Revenue Funds	425,206	273,908
Capital Project Funds:		
Town Capital Project Funds	1,296,698	403,092
School Capital Improvement	312,781	-
Total Capital Project Funds	1,609,479	403,092
Enterprise Funds:		
Harbor Management Fund	233,785	151,000
Waterfront Infrastructure Fund	151,000	-
Water Fund	-	117,078
On-site Wastewater Fund	22,473	-
Sewer Fund	-	679,006
Total Enterprise Funds	407,258	947,084
TOTALS	<u>\$ 6,505,281</u>	<u>\$ 6,505,281</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 6. INFORMATION ABOUT CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2016 was as follows:

	Primary Government				Ending Balance
	Beginning Balance	Increases	Decreases	Adjustments	
Governmental activities:					
Capital assets not being depreciated:					
Land and improvements	\$ 3,558,016	\$ 13,500	\$ -	\$ -	\$ 3,571,516
Development Rights	3,500,000	-	-	-	3,500,000
Construction in Progress	256,339	156,005	23,321	-	389,023
Total capital assets not being depreciated	<u>7,314,355</u>	<u>169,505</u>	<u>23,321</u>	<u>-</u>	<u>7,460,539</u>
Other capital assets:					
Buildings and improvements	17,139,227	126,030	-	(75,917)	17,189,340
Infrastructure	11,402,045	432,019	-	13,892	11,847,956
Machinery, equipment and furniture	5,729,423	517,227	156,292	(505,259)	5,585,099
Total other capital assets at historical cost	<u>34,270,695</u>	<u>1,075,276</u>	<u>156,292</u>	<u>(567,284)</u>	<u>34,622,395</u>
Less accumulated depreciation for:					
Buildings and improvements	8,913,675	462,814	-	(259,479)	9,117,010
Infrastructure	7,127,437	434,902	-	134,358	7,696,697
Machinery, equipment and furniture	4,403,033	306,506	132,303	(550,066)	4,027,170
Total accumulated depreciation	<u>20,444,145</u>	<u>1,204,222</u>	<u>132,303</u>	<u>(675,187)</u>	<u>20,840,877</u>
Governmental activities capital assets, net	<u>\$ 21,140,905</u>	<u>\$ 40,559</u>	<u>\$ 668</u>	<u>\$ 107,903</u>	<u>\$21,242,057</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
Public safety	\$ 236,045
Public works	526,392
Parks and recreation	60,430
Public education	169,491
Other	211,864
Total governmental activities depreciation expense	<u>\$ 1,204,222</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 6. INFORMATION ABOUT CAPITAL ASSETS (continued)

Capital asset activity for the fiscal year ended June 30, 2016 was as follows:

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 55,200	\$ -	\$ -	\$ 55,200
Construction in Progress	-	280,980	-	280,980
Total capital assets not being depreciated	<u>55,200</u>	<u>280,980</u>	<u>-</u>	<u>336,180</u>
Other capital assets:				
Plant facilities	22,503,178	-	-	22,503,178
Mains, wells, pumps and hydrants	2,186,464	-	-	2,186,464
Equipment and machinery	364,952	98,476	-	463,428
Total other capital assets at historical cost	<u>25,054,594</u>	<u>98,476</u>	<u>-</u>	<u>25,153,070</u>
Less accumulated depreciation for:				
Plant facilities	7,061,466	595,777	-	7,657,243
Mains, wells, pumps and hydrants	2,147,672	7,954	-	2,155,626
Equipment and machinery	364,536	67,148	-	431,684
Total accumulated depreciation	<u>9,573,674</u>	<u>670,879</u>	<u>-</u>	<u>10,244,553</u>
Business-type activities capital assets, net	<u>\$ 15,536,120</u>	<u>\$ (291,423)</u>	<u>\$ -</u>	<u>\$ 15,244,697</u>

Depreciation expense was charged to functions as follows:

Business-type activities:	
Water Fund	\$ 200,430
Harbor Fund	19,038
Sewer Fund	451,411
Total business-type activities depreciation expense	<u>\$ 670,879</u>

TOWN OF JAMESTOWN
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 7: DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION.

"Total fund balances" of the town's governmental funds \$10,056,270 differs from "net position" of governmental activities \$11,612,420 reported in the statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The effect of the differences is illustrated below.

Balance Sheet/Statement of Net Position

	Total Governmental Funds	Long-term Assets/ Liabilities (1)	Reclassifications and Eliminations	Statement Net Position Totals
Assets				
Cash and cash equivalents	\$ 9,333,775	\$ -	\$ -	\$ 9,333,775
Accounts receivable:				
Accounts receivable net	292,426	-	-	292,426
Due from other governments	168,076	-	-	168,076
Other receivables	573,314	-	-	573,314
Internal balances	6,098,023	-	(5,558,197)	539,826
Other Assets - net	214,608	118,549	-	333,157
Capital assets - net	-	21,242,057	-	21,242,057
Total assets	<u>16,680,222</u>	<u>21,360,606</u>	<u>(5,558,197)</u>	<u>32,482,631</u>
Deferred outflow of resources	<u>-</u>	<u>2,972,473</u>	<u>-</u>	<u>2,972,473</u>
Liabilities, deferred inflows of resources and fund balances				
Liabilities:				
Accounts payable	645,671	-	-	645,671
Accrued expenses	274,625	29,068	-	303,693
Internal balances	5,558,197	-	(5,558,197)	-
Unearned revenue	71,363	-	-	71,363
Long-term liabilities				
Due within one year	-	839,674	-	839,674
Due in more than one year	-	19,488,602	-	19,488,602
Total liabilities	<u>6,549,856</u>	<u>20,357,344</u>	<u>(5,558,197)</u>	<u>21,349,003</u>
Deferred inflow of resources	74,096	2,419,585	-	2,493,681
Fund Balances/Net Position				
Total fund balances/net position	10,056,270	1,556,150	-	11,612,420
Total liabilities, deferred inflows of resources fund balances and net position	<u>\$ 16,680,222</u>	<u>\$ 24,333,079</u>	<u>\$ (5,558,197)</u>	<u>\$ 35,455,104</u>

TOWN OF JAMESTOWN
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 7: DIFFERENCES BETWEEN GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET POSITION.

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

Cost of capital assets	\$	42,082,934
Accumulated depreciation		(20,840,877)
		\$ 21,242,057

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

Accrued interest	\$	(29,068)
Deferred inflow		74,096
		\$ 45,028

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

Bonds & notes payable	\$	7,966,596
Capital lease payable		595,000
Accrued compensated absences		801,182
Net OPEB obligation		2,074,655
Net Pension Liability		8,890,843
Net Pension Asset		(118,549)
		\$ 20,209,727

Deferred inflows and outflows of resources are amounts used under GASB 68 in developing the annual pension expense. Deferred inflows and outflows arise with differences between expected and actual experiences; changes of assumptions. The portion of these amounts not included in pension expense should be included as deferred in or out.

Deferred inflows of resources - pensions	\$	(2,493,681)
Deferred outflows on refunding debt		265,905
Deferred outflows of resources - pensions		2,706,568
		\$ 478,792

TOWN OF JAMESTOWN
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 8: DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES.

The "net change in the fund balances" for governmental funds \$352,855 differs from the "change in net position" for governmental activities (\$168,631) reported in the statement of activities. The differences arise primarily from the long-term economic focus of the statement of activities versus the current financial resources focus of the governmental funds. The effect of the differences is illustrated below.

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

	Total Governmental Funds	Long-term Revenues/ Expenses (1)	Capital- related Items (2)	Long-term Debt Transactions (3)	Statement of Activities Totals
Revenues					
General property tax	\$ 18,881,135	\$ 39,946	\$ -	\$ -	\$ 18,921,081
Intergovernmental and departmental revenues	3,149,778	-	-	-	3,149,778
License and permits	994,490	-	-	-	994,490
Fines and penalties	183,658	-	-	-	183,658
Interest on investments	35,186	-	-	-	35,186
Other revenues	658,798	-	13,500	71,752	744,050
Total revenues	23,903,045	39,946	13,500	71,752	24,028,243
Expenditures					
Current:					
Legislative, judicial and general administrative	2,268,498	(240,453)	-	854,538	2,882,583
Financial administration and tax assessor	324,418	-	-	-	324,418
Public safety	2,299,877	-	236,045	-	2,535,922
Public works	1,692,095	-	550,381	(39,331)	2,203,145
Public welfare	20,081	-	-	-	20,081
Public health	489,360	-	-	-	489,360
Tree warden	32,093	-	-	-	32,093
Library	426,979	-	-	-	426,979
Parks & recreation	609,997	-	60,430	-	670,427
Other	723,800	-	211,864	-	935,664
Education	12,894,370	-	169,491	267,397	13,331,258
Capital outlay	1,207,960	-	(1,207,960)	-	-
Debt service:					
Principal	750,925	-	-	(750,925)	-
Issuance of refunding bonds	(4,830,000)	-	-	4,830,000	-
Premium on refunding	(396,568)	-	-	396,568	-
Payment to refunding bond escrow agent	5,135,905	-	-	(5,135,905)	-
Capital lease proceeds	(447,191)	-	-	447,191	-
Cost of issuance	90,663	-	-	-	90,663
Interest	308,928	(2,647)	-	-	306,281
Total expenditures	23,602,190	(243,100)	20,251	869,533	24,248,874
Other financing uses/changes in net position					
Transfers in/(out)	52,000	-	-	-	52,000
Net change for the year	\$ 352,855	\$ 283,046	\$ (6,751)	\$ (797,781)	\$ (168,631)

TOWN OF JAMESTOWN
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 8: DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES. (continued)

(1) Because some property taxes will not be collected for several months after the town's fiscal year ends, they are not considered as "available" revenues in the governmental funds. Also, non-monetary transaction such as Town acquisition of tax sale properties are not recorded on the fund statements but are recorded in the statement of activities.

Property taxes	\$ 39,946
	\$ 39,946

Interest expense in the statement of activities differs from the amount reported in the governmental funds because interest payments are recognized as an expenditure when paid in the governmental funds while in the statement of activities they are recognized when accrued.

Accrued interest	\$ 2,647
	\$ 2,647

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

Capital outlay	\$ 1,207,960
Depreciation expense	(1,204,222)
Difference	\$ 3,738

When a loss is realized for the disposal of capital assets the gain is not recognized on the governmental funds and is only recorded on the statement of activities.

Loss on disposal	(23,989)
	\$ (23,989)

(3) Repayment of bond principal is reported as an expenditure in the governmental funds and, thus, has the effect of reducing fund balance because current financial resources have been used. For the town as a whole, however, the principal payments reduce the liabilities in the statement of net assets and do not result in an expense in the statement of activities. Cost associated with the refinancing of debt are expensed in the fund financials but are long-term assets and liabilities in the statement of activities

Amortization bond premium	\$ 71,752
New bond premium	(396,568)
Deferred outflows on refunding debt	265,905
Donated land	13,500
New capital lease principal payment	39,331
New capital lease proceeds	(447,191)
New bond proceeds	(4,830,000)
Principal payments made on refunding	4,870,000
Principal payments made	750,925
	\$ 337,654

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

Net increase in compensated absences	\$ (77,399)
Decrease in the OPEB obligation	257,552
Net (increase) decrease in the net pension liability	(997,681)
Net increase (decrease) in the net pension asset	(304,407)
Net increase/(decrease) in deferred outflows	1,132,228
Net (increase)/decrease in deferred inflows	(891,775)
Change	\$ (881,482)

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 – LONG-TERM LIABILITIES

A. General obligation Bonds and Notes Payable

The government issues general obligation bonds and notes payable to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year with maturities that range from 15 to 20 years.

The Town's total bonded debt declined by \$5,620,925 during the current fiscal year. The key factor in this decline was the retirement of \$4,870,000 in bonds. The Town did issue \$4,830,000 in General Obligation Refunding Bonds during the current fiscal year, with an interest rate of 2.00-3.00% and a Net PV savings of approximately, \$600,952.

The Sewer Department bonds and notes payable presented in the financial statements as direct liabilities of the Sewer Department fund are general obligations of the Town backed ultimately by its taxing power. Because the proceeds of the bonds are used entirely for the benefits of the Sewer Department and the liabilities and the related debt service of these bonds are accounting for in this funds.

The Water Fund bonds and notes payable presented in the financial statements as direct liabilities of the Water Fund are general obligations of the Town backed by the Water Funds ability to assess user fees. Because the proceeds of the bonds and notes are used entirely for the benefits of the Water Fund, the liability and the related debt service of these bonds are accounted for in the Water Fund.

B. Capital Lease

The Town has entered into a capital lease agreement for the purchase of various equipment. The gross cost of the capital lease additions was for \$634,331.

The following schedule summarizes the future minimum lease payments under the capital lease and the present value of the net minimum lease payments as of June 30, 2016.

Future minimum rental commitments are as follows:

<u>ENDED JUNE 30,</u>	<u>FISCAL YEAR</u> <u>PAYMENTS</u>
2017	\$ 80,000
2018	81,000
2019	83,000
Thereafter	351,000
<i>Future Minimum Rental Payments</i>	595,000
Interest Portion of Payments	44,051
<i>Obligation Under Capital Leases</i>	<u>\$ 639,051</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 – LONG-TERM LIABILITIES (continued)

The town reports a long-term liability of the primary government in either governmental type activities or business type activities.

Long-term liability activity for the fiscal year ended June 30, 2016 was as follows:

	Balance July 1, 2015	Additions	Retirements	Balance June 30, 2016	Amounts Due within One Year
Governmental Activities					
Bonds & Notes Payable	\$ 8,305,591	\$ 4,830,000	\$ 5,620,925	\$ 7,514,666	\$ 759,674
Issuance premium on bonds	127,114	396,568	71,752	451,930	-
Total bonds payable	<u>8,432,705</u>	<u>5,226,568</u>	<u>5,692,677</u>	<u>7,966,596</u>	<u>759,674</u>
Capital lease	-	634,331	39,331	595,000	80,000
Other liabilities:					
Accrued compensated absences	723,783	77,399	-	801,182	-
Net OPEB Obligation	2,332,207	111,417	368,969	2,074,655	-
Net Pension Liability	7,893,162	997,681	-	8,890,843	-
Net Pension Asset	(422,956)	304,407	-	(118,549)	-
Total other liabilities	<u>10,526,196</u>	<u>1,490,904</u>	<u>368,969</u>	<u>11,648,131</u>	<u>-</u>
Governmental Activities long-term liabilities	<u>\$ 18,958,901</u>	<u>\$ 7,351,803</u>	<u>\$ 6,100,977</u>	<u>\$ 20,209,727</u>	<u>\$ 839,674</u>
Business-Type Activities					
Water Department bonds payable	\$ 53,701	\$ -	\$ 53,701	\$ -	\$ -
Sewer Department bonds payable	30,706	-	5,372	25,334	5,326
Total bonds payable	<u>84,407</u>	<u>-</u>	<u>59,073</u>	<u>25,334</u>	<u>5,326</u>
Water Department notes payable	4,496,000	-	277,000	4,219,000	288,000
Sewer Department notes payable	3,738,411	-	401,534	3,336,877	409,205
Total notes payable	<u>8,234,411</u>	<u>-</u>	<u>678,534</u>	<u>7,555,877</u>	<u>697,205</u>
Total enterprise funds	<u>\$ 8,318,818</u>	<u>\$ -</u>	<u>\$ 737,607</u>	<u>\$ 7,581,211</u>	<u>\$ 702,531</u>

The following schedule summarizes the Town's bonds and notes

	Interest Rates	Principal	Due Dates
Governmental bonds	2.75% - 5.00%	\$ 7,514,666	2017-2033
Enterprise Funds bonds and notes payable	1.022% - 5.00%	7,581,211	2017-2028
Total All Funds		<u>\$ 15,095,877</u>	

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 – LONG-TERM LIABILITIES (continued)

The debt service through maturity for the Governmental bonds and notes are as follows:

Fiscal Year Ended June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	759,674	395,617	1,155,291
2018	764,792	379,438	1,144,230
2019	789,900	345,641	1,135,541
2020	780,100	309,663	1,089,763
2021	765,200	272,454	1,037,654
2022	530,000	237,320	767,320
2023	525,000	204,746	729,746
2024	520,000	172,196	692,196
Thereafter	2,080,000	517,444	2,597,444
TOTALS	<u>\$ 7,514,666</u>	<u>\$ 2,834,519</u>	<u>\$ 10,349,185</u>

The debt service through maturity for the Enterprise bonds and notes are as follows:

Fiscal Year Ended June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	702,531	200,636	903,167
2018	719,282	183,517	902,799
2019	738,243	165,818	904,061
2020	757,318	147,514	904,832
2021	776,704	128,617	905,321
2022	792,605	109,163	901,768
2023	814,528	89,117	903,645
2024	467,000	71,219	538,219
Thereafter	1,813,000	126,000	1,939,000
TOTALS	<u>\$ 7,581,211</u>	<u>\$ 1,221,601</u>	<u>\$ 8,802,812</u>

Note: The schedule above shows the anticipate debt service schedules for undrawn funds as well.

Accrued Compensated Absences - Town employees receive vested rights to paid vacation, sick time and compensatory time at the end of their first year for benefit eligible employees with no pro rata payment if employment is terminated before the completion of a full year of service. An expenditure/expense is recognized each month as benefits are used, consistent with the standards established by GASB 16.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

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

Pensions

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.

General Information about the Pension Plan

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

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

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

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

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

General Information about the Pension Plan

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

Subsequent to June 30, 2015, litigation challenging the various pension reform measures enacted in previous years by the General Assembly (2009, 2010, and 2011) was settled. 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, which have been included in the determination of the total pension liability at the June 30, 2015 measurement date and are reflected in the summary of benefit provisions described below.

General Employees

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

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

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

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

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

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

General Employees

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.

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

Other Benefit Provisions

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

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

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

- a. The COLA will be suspended for any unit whose funding level is less than 80%; however, an interim COLA may be granted in four-year intervals while the COLA is suspended. The first interim COLA may begin January 1, 2018.
- b. Effective July 1, 2015, the COLA is determined based on 50% of the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%, plus 50% of the lesser of 3.0% or last year's CPI-U increase for a total maximum increase of 3.50%. Previously, it was the plan's five-year average investment rate of return less 5.5% limited to a range of 0.0% to 4.0%
- c. The COLA will be limited to the first \$25,000 of the member's annual pension benefit. For retirees and beneficiaries who retired on or before July 1, 2015, years in which a COLA is payable based on the every fourth year provision described in (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.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

Employees covered by benefit terms

At the June 30, 2015 valuation date, the following employees were covered by the benefit terms:

Town General Employees:

Retirees and Beneficiaries	33
Inactive, Nonretired Members	33
Active Members	80
Total	146

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 Town of Glocester contributes at a rate of covered employee payroll as determined by an independent actuary on an annual basis. The General Assembly can amend the amount of these contribution requirements. The Town of Jamestown contributed \$413,367 in the year ended June 30, 2016 which was 11% of annual covered payroll.

Net Pension Liability (Asset) - The total pension liability was determined by actuarial valuations performed as of June 30, 2014 and rolled forward to June 30, 2015, using the following actuarial assumptions, applied to all periods included in the measurement.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability at the June 30, 2015 measurement date (June 30, 2014 valuation rolled forward to June 30, 2015)	
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	7.50%
Projected Salary Increases	General Employees - 3.50% to 7.50% ; Police & Fire Employees - 4.00% to 14.00%
Inflation	2.75%
Mortality	<ul style="list-style-type: none"> • Male Employees, MERS General and MERS P&F: 115% of RP-2000 Combined Healthy for Males with White Collar adjustments, projected with Scale AA from 2000. • Female Employees, MERS General and MERS P&F: 95% of RP-2000 Combined Healthy for Females with White Collar adjustments, projected with Scale AA from 2000.
Cost of Living Adjustments	A 2% COLA is assumed after January 1, 2014.

The actuarial assumptions used in the June 30, 2014 valuation rolled forward to June 30, 2015 and the calculation of the total pension liability at June 30, 2015 were consistent with the results of an actuarial experience study performed as of June 30, 2014.

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 23 sources. The June 30, 2015 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND *(continued)*

The June 30, 2015 expected arithmetic returns over the medium term by asset class as developed by the State Investment Commission's investment consultant, which are generally consistent with the averages utilized by the actuary, are summarized in the following table:

<u>Type of Investment</u>	<u>Target Allocation</u>	<u>Long-term expected real rate of return</u>
Global Equity:	38.0%	-
U.S. Equity	-	6.93%
International Developed	-	7.32%
International Emerging Markets	-	9.52%
Equity Hedge Funds	8.0%	3.98%
Private Equity	7.0%	9.99%
Core Fixed Income	15.0%	2.18%
Absolute Return Hedge Funds	7.0%	3.98%
Infrastructure	3.0%	5.70%
Real Estate	8.0%	4.85%
Other Real Return Assets:	11.0%	-
Master Limited Partnerships	-	4.51%
Credit	-	4.51%
Inflation Linked Bonds	-	1.24%
Cash, Overlay, Money Market	3.0%	7.80%
	100.0%	

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

Discount rate - The discount rate used to measure the total pension liability of the plans was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

Changes in Net Pension Liability (Asset) - Town Employees MERS

	Increase (Decrease)		Net Pension Liability (a) - (b)
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	
Balances as of June 30, 2014	\$ 13,344,819	\$ 12,239,266	\$ 1,105,553
Changes for the Year			
Service Cost	337,034	-	337,034
Interest on the total pension liability	990,103	-	990,103
Changes in benefits	222,342	-	222,342
Difference between expected and actual experience	-	-	-
Changes in assumptions	(38,711)	-	(38,711)
Employer contributions	-	426,083	(426,083)
Employee contributions	-	75,533	(75,533)
Net investment income	-	290,498	(290,498)
Benefit payments, including employee refunds	(623,932)	(623,932)	-
Administrative expense	-	(11,652)	11,652
Other changes	-	22	(22)
Net changes	<u>886,836</u>	<u>156,552</u>	<u>730,284</u>
Balances as of June 30, 2015	<u>\$ 14,231,655</u>	<u>\$ 12,395,818</u>	<u>\$ 1,835,837</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 7.5 percent, as well as what the employers' net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

**Sensitivity of Net Pension Liability
To The Single Discount Rate Assumption**

	1.00% Decrease (6.5%)	Current Discount Rate (7.5%)	1.00% Increase (8.5%)
Plan:			
Town -MERS	3,323,799	1,835,837	618,094

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

A. MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

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, 2016 the employer recognized pension expense of \$509,064. The employer reported deferred outflows and inflows of resources related to pensions from the following sources:

Deferred Inflows / Outflows	Town MERS Plan	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Differences between expected and actual experience	\$ -	\$ (31,824)
Assumption changes	-	(56,779)
Net difference between projected and actual earnings	497,939	(500,291)
Total	\$ 497,939	\$ (588,894)

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

	Net Deferred Inflows/Outflows of Resources
Year ended June 30:	
2017	\$ (63,590)
2018	(63,590)
2019	(63,589)
2020	104,090
2021	(4,276)
Thereafter	-
Total	\$ (90,955)

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Employees' Retirement System plan (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.

General Information about the Pension Plan

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

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

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

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

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

B. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

Contributions - The funding policy, as set forth in the General Laws, Section 16-16-22, provides for actuarially determined periodic contributions to the plan. For fiscal 2015, the Jamestown School Department teachers were required to contribute 3.75% of their annual covered salary, except for teachers with twenty or more years of service as of June 30, 2012 must contribute 11% of their annual covered salary. The state and the Jamestown School Department are required to contribute at an actuarially determined rate, 40% of which is to be paid by the state and the remaining 60% is to be paid by Jamestown School Department; the rates were 9.41% and 13.73% of annual covered payroll for the fiscal year ended June 30, 2016 for the state and Jamestown School Department, respectively. The Jamestown School Department contributed \$540,162, \$555,245, and \$534,704 for the fiscal years ended June 30, 2016, 2015 and 2014, respectively, equal to 100% of the required contributions for each year.

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

At June 30, 2016, the Jamestown School Department reported a liability of \$7,055,006 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the Jamestown School Department as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Jamestown School Department were as follows:

Jamestown School Department proportionate share of the net pension liability	\$ 7,055,006
State's proportionate share of the net pension liability associated with the Jamestown School Department.	<u>4,819,759</u>
Total net pension liability	<u>\$ 11,874,765</u>

The net pension liability was measured as of June 30, 2015, 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, 2014 rolled forward to June 30, 2015. The Jamestown School Department's proportion of the net pension liability was based on a projection of the Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the state, actuarially determined. At June 30, 2015 the Jamestown School Department's proportion was .25626587%.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

B. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

For the year ended June 30, 2015 the Jamestown School Department recognized gross pension expense of \$1,361,419 and revenue of \$585,250 for support provided by the State. At June 30, 2015 the Jamestown School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Deferred outflows of resources:	
Net difference between projected and actual investment earnings	\$ 397,515
Contributions made subsequent to the measurement date	<u>540,162</u>
Total	<u><u>\$ 937,677</u></u>
 Deferred inflows of resources:	
Differences between actual and expected and actual experience	\$ 45,938
Change of Assumptions	189,663
Net difference between projected and actual earnings on pension plan investments	402,837
Changes in proportion and differences between employer contributions and proportionate share of contributions	534,354
Total	<u><u>\$ 1,172,792</u></u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

B. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

\$540,162 was reported as deferred outflows of resources related to pensions resulting from the Jamestown School Department's contributions in fiscal year 2016 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2017. 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:	
2017	\$ (155,880)
2018	\$ (155,880)
2019	\$ (155,880)
2020	\$ (21,601)
2021	\$ (120,980)
thereafter	<u>\$ (165,056)</u>
	<u>\$ (775,277)</u>

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

Inflation	2.75%
Salary increases	3.50% to 6.50%
Investment rate of return	7.50%

Mortality – male and female teachers: 97% and 92%, respectively of rates in a GRS table based on male and female teacher experience, projected with Scale AA from 2000.

The actuarial assumptions used in the June 30, 2014 valuation rolled forward to June 30, 2015 and the calculation of the total pension liability at June 30, 2015 were consistent with the results of an actuarial experience study performed as of June 30, 2013.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 23 sources. The June 30, 2015 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

<u>Type of Investment</u>	<u>Target Allocation</u>	<u>Long-term expected real rate of return</u>
Global Equity:	38.0%	-
U.S. Equity	-	6.93%
International Developed	-	7.32%
International Emerging Markets	-	9.52%
Equity Hedge Funds	8.0%	3.98%
Private Equity	7.0%	9.99%
Core Fixed Income	15.0%	2.18%
Absolute Return Hedge Funds	7.0%	3.98%
Infrastructure	3.0%	5.70%
Real Estate	8.0%	4.85%
Other Real Return Assets:	11.0%	-
Master Limited Partnerships	-	4.51%
Credit	-	4.51%
Inflation Linked Bonds	-	1.24%
Cash, Overlay, Money Market	3.0%	7.80%
	<u>100.0%</u>	

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

B. EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND (continued)

Discount rate - the discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from the employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability (asset) to changes in the discount rate - the following presents the net pension liability (asset) calculated using the discount rate of 7.5 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 (6.5%)	Current Discount Rate (7.5%)	1.00% Increase (8.5%)
\$ 8,846,921	\$ 7,055,006	\$ 5,588,070

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

C. POLICE DEPARTMENT PENSION PLAN

For the fiscal year ended June 30, 2015 the Town has adopted the requirements of the Government Accounting Standards Board GASB Statement No. 68 – *Accounting and Financial Reporting for Pension Plans – an amendment of GASB Statement No. 27*. The objective of this Statement is to improve financial reporting by state and local governmental pension plans. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. This Statement replaces the requirements of Statements No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 27 and 50 remain applicable to pension plans that are not administered through trusts covered by the scope of this Statement.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN (continued)

Plan Description

The Town of Jamestown administers a separately maintained Police Pension Plan. The pension plan is considered to be a single-employer defined benefit pension plan. The plan's funding is based on actuarial valuations that result in annual employer/employee contributions that include an amount for the past, present, and future benefit. The last actuarial valuation, reported herein, was as of July 1, 2016. The plan's assets are reported in the Town's annual financial report as a Pension Trust Fund.

The plan provides retirement benefits as well as death and disability benefits. All members of the police department who contribute to the plan are eligible to participate after six months of service. Participants in the plan who were hired prior to March 1, 1986 are eligible to retire at the earliest of their 55th birthday or completion of a specified number of years of service, depending upon date of hire. A participant hired on or after March 1, 1986 shall be eligible to retire at a date equal to the earliest of their 55th birthday or the completion of 25 years of service.

As of July 1, 2016, employee membership data related to this plan was as follows:

Active Members	12
Vested Term	2
Retired Members	<u>13</u>
TOTAL	<u>27</u>

The plan provides for both occupational and non-occupational disability. Non-occupational disability is provided for a participant who has completed at least 7 years of service and becomes totally and permanently disabled, and shall be entitled to receive a benefit equal to 50 percent of average compensation. A participant who becomes totally and permanently disabled as a result of the course of his employment shall be entitled to receive a benefit equal to 66 2/3 percent of average compensation. Average compensation is the highest three consecutive years of compensation in the last 10 years prior to termination.

If a participant shall die while employed, he shall receive a single sum benefit equal to the greater of the value of accumulated contribution, plus credited interest or \$400 multiplied by years of service up to 25 years subject to a minimum benefit of \$2,000. Employee's spouses are eligible for pre-retirement death benefits of 40 percent of average compensation until death or remarriage.

Valuation of Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN *(continued)*

Funding Policy

Police Department Pension Plan members are required to contribute 9% of their annual salary. The Town is required to contribute at an actuarially determined rate. The Town Council has the authority to determine the Town's obligation to contribute to the plan. The funding policy is based on the availability of Town assets. Required contribution rates by plan members are negotiated through labor contracts.

Annual Pension Costs

Significant actuarial assumptions included (a) a net investment return of 7 percent annually, (b) projected salary increase of 4 percent annually, (c) mortality RP 2014 at 2006 Blue Collar Employee/Annuitant Generational Tables with using MP-2016 mortality improvements and (d) a retirement age of 55 and the completion of 25 years of service or the participant's current age, if later.

Investments

It is the policy of the Jamestown Police Pension Board to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's adopted asset allocation policy as of June 30, 2016.

Long Term Expected Rate of Return and Asset Allocation

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

<u>Asset Class</u>	<u>June 30, 2016 Asset Allocation</u>	<u>Target Asset Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Domestic Equity	57.52%	35.00%	10.60%
International Equity	0.00%	0.00%	0.00%
Fixed Income	40.05%	65.00%	6.50%
Real Estate/Other	0.00%	0.00%	0.00%
Cash	2.43%	0.00%	0.00%
Total Allocation	<u>100.00%</u>	<u>100.00%</u>	

Projected Rate of Return 7.90%

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN *(continued)*

Rate of return: For the year ended June 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.36 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

The components of the net position liability of the Town of Jamestown at June 30, 2016, were as follows:

	<u>June 30, 2016</u>
Total pension liability	\$ 9,822,342
Plan fiduciary net position	<u>(9,940,891)</u>
Town's net pension asset	<u>\$ (118,549)</u>
Plan fiduciary net position as a percentage of the total pension liability	-101.21%

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

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Plan's Net Pension Liability as of June 30, 2016	\$ 1,337,593	\$ (118,549)	\$ (1,287,097)

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN (continued)

Changes in Net Pension Liability (Asset) - Police Employees

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of July 1, 2015	\$ 9,350,494	\$ 9,773,450	\$ (422,956)
Changes for the Year			
Service Cost	230,615	-	230,615
Interest on the total pension liability	647,132	-	647,132
Difference between expected and actual experience	209,970	-	209,970
Changes in assumptions	(207,579)	-	(207,579)
Changes in benefits terms	74,675	-	74,675
Employer contributions	-	165,547	(165,547)
Employee contributions	-	77,308	(77,308)
Net investment income	-	416,801	(416,801)
Benefit payments, including employee refunds	(482,965)	(482,965)	-
Administrative expense	-	(9,250)	9,250
Net changes	\$ 471,848	\$ 167,441	\$ 304,407
Balances as of June 30, 2016	\$ 9,822,342	\$ 9,940,891	\$ (118,549)

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

For the year ended June 30, 2016 the Town recognized pension expense related to the Police Pension Plan of \$278,119. The Town reported deferred outflows and inflows of resources related to the plan from the following sources:

	Town Police Plan	
	Deferred Outflows of Resources	Deferred (Inflows) of Resources
Deferred Inflows / Outflows		
Differences between expected and actual experience	\$ 176,418	\$ (405,863)
Changes in assumptions	201,636	(174,409)
Net difference between projected and actual earnings	479,531	(151,722)
Total	\$ 857,585	\$ (731,994)

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN *(continued)*

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

	<u>Net Deferred Inflows/Outflows of Resources</u>
Year ended June 30:	
2017	\$ 69,798
2018	69,800
2019	145,662
2020	49,517
2021	(38,661)
Thereafter	(170,525)
Total	<u>\$ 125,591</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS

C. POLICE DEPARTMENT PENSION PLAN *(continued)*

Summary of Actuarial Assumptions Used in the Valuations to determine the Net Pension Liability (Asset) at the June 30, 2016 measurement date by an Actuarial Valuation Date as of June 30, 2016	
Actuarial Cost Method	Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
Amortization Method	Level percent of payroll over a closed period
Equivalent Single Remaining Amortization Period	25 Years from June 30, 2010
Asset Valuation Method	Fair Market Value of Assets as of the Measurement Date
Actuarial Assumptions	
Investment Rate of Return	7.00%
Projected Salary Increases	4.00% per annum
Inflation	3.00%
Mortality	RP 2014 Blue Collar Employee Non-Annuitant/Annuitant Generational Table (M/F) with MP-2016 mortality improvements.
Cost of Living Adjustments	Upon attainment of age 55, the retirement benefit will increase by 1% per year (compounded annually) for each year from retirement age to age 55. The benefit will continue to increase at a rate of 2% per year until age 65. Payments after 65 will remain the same as the age 65 benefit. Effective July 1, 2007, for members retiring on July 1, 2007 or later, the COLA formula changed and is based on the Years of Service. For members retiring with at least 20 Years of Service, the base benefit is increased by 1% annual COLA from the date of retirement to the date of attainment of 25 Years of Service. From the date of attainment of 25 Years of Service the annual COLA is 3%.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 – EMPLOYEE RETIREMENT SYSTEMS (continued)

D. DEFINED CONTRIBUTION PLAN

Plan Description

Employees participating in the defined benefit plan, 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. As of July 1, 2015, due to pension settlement, contributions are as follows for employees with a certain number of years as of June 30, 2012:

	<u>CERTIFIED</u>	
	<u>Employee</u>	<u>Employer</u>
20 plus years	0%	0%
15 years/less than 20	5%	1.5%
10 years/less than 15	5%	1.25%
Less than 10 years	5%	1%
	<u>NON-CERTIFIED</u>	
20 plus years	0%	0%
15 years/less than 20	5%	1.5%
10 years/less than 15	5%	1.25%
Less than 10 years	5%	1%

Employee contributions are immediately vested while employer contributions and any investment earnings thereon are vested after three years of contributory service. Benefit terms and contributions required under the plan by both the employee and employer are established by the General Laws, which are subject to amendment by the General Assembly.

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

The Town of Jamestown recognized pension expense of \$81,065 for the fiscal year ended June 30, 2016.

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 11- FUND EQUITY

The fund equity balances have been classified to reflect the limitations and restrictions placed on the respective funds as follows:

The following fund balance categories are recorded on the Balance Sheet of Government Funds in the financial statements at June 30, 2016:

- **Non-spendable** – are balances that are permanently precluded from conversion to cash such as permanent funds and inventories.
- **Restricted** – requires that inflows and outflows of resources and balances be constrained to a specific purpose of enabling legislation, external parties or constitutional provisions.
- **Committed** – are balances with constraints imposed by the government using the highest level of decision-making authority. These constraints can only be removed or changed by the same decision making authority taking the same type of action.
- **Assigned** – are balances intended for a specific purpose by the government’s management and are also appropriations of existing fund balances.
- **Unassigned** – are balances available for any purpose. They are not precluded by a management decision, law constitutional provision in the general fund.

NOTE 12 –OTHER POST RETIREMENT BENEFITS

The Town of Jamestown OPEB Trust (the Trust)

In FY16 the Town of Jamestown and the Jamestown School Department have jointly entered into a program to address their respective Other Post Employment Benefit liability (OPEB). Together the Town and School have established a trust. This program will be managed by the Rhode Island Interlocal Risk Management Trust, the Town’s Insurer (The Trust).

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

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

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

In FY16, the Jamestown School Department contributed \$500,000 to the OPEB Trust, and the Town contributed \$134,024 which will be used for the FY17 Pay-As-you-Go (Police).

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 –OTHER POST RETIREMENT BENEFITS *(continued)*

Plan Description

In addition to the pension benefits described above, the Town provides a single employer defined benefit postretirement health insurance program in accordance with Town union contracts. These benefits are for continued full family or individual health care for the employee groups as described below.

Plan Types

Police Officers

Medical: Blue Cross/Healthmate Coast to Coast

Dental: 100% cost paid by employee

School Employees

Medical: Blue Cross Blue Shield Classic Plan/Healthmate Coast to Coast

Dental: Delta Dental

Eligibility

Police Officers:

Police officers of the Jamestown Police Department are eligible for retirement under the Defined Benefit health plan after working 10 years of vesting service and after attaining age 55. Normal retirement date is defined as age 55 with 20 years of service.

Eligibility

School Employees:

Retiring union employees from the Jamestown, RI School Department after attaining age 50 and 15 years of service. Administrative employees are eligible at age 50 with 10 years of service and non-exempt employees are not eligible. Teaching assistants and support staff are not eligible for postretirement benefits.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 – OTHER POST RETIREMENT BENEFITS *(continued)*

Benefit Formula

Police Officers:

Individual or family medical coverage is available to retirees under Blue Cross Healthmate Coast to Coast plan. The Town of Jamestown, Rhode Island (the "Town") covers 100% of the coverage for retired members hired prior to March 1, 1996 (except as described below); the Town also covers 80% of the coverage for retired members hired after March 1, 1996. Retired members are not paid a subsidy or lump sum payment when opting out of coverage. Effective with future retirees that were hired prior to March 1, 1996, the Town would cover 93% of the coverage in 2011, and 85% of coverage for years beginning in 2012.

Benefit Formula

School Employees: Eligible employees hired prior to 8/31/1985 receive either individual or family medical coverage under Blue Cross Blue Shield Classic Plan or Healthmate Coast to Coast until the retiree becomes Medicare eligible. When the retiree becomes eligible for Medicare, he/she, and an eligible spouse, will be covered under the Plan 65. Retirees also receive individual or family Delta Dental coverage. Eligible employees hired prior to 8/31/1985 contribute 5% of their premium. Effective July 1, 2012, all current and future retirees are required to be enrolled in Medicare Part A and Part B to continue post-65 medical coverage under this Plan. Eligible employees hired between 8/31/1985 and 7/1/1997 will receive 2 years of individual medical coverage under Blue Cross Blue Shield Classic Plan or Healthmate Coast to Coast until age 65.

Retirees also receive individual Delta Dental coverage. Eligible employees hired in this period also contribute 5% of their premium. In addition, it is our understanding that eligible employees hired between 7/1/1997 and 8/31/2000 will be treated similarly. Eligible employees hired after 8/31/2000 may continue medical and dental coverage with the entire premium paid by the retiree. Surviving spouses are not eligible to continue receiving benefits.

Funding Policy

Contribution requirements are negotiated between the Town and the respective unions. The Town is required to contribute the cost of medical/drug and dental benefits, less the amount of any applicable co-payment in effect at the time of retirement. For the year-ended June 30, 2016, the plan operated on a pay as you go basis but as noted above contributions to a trust fund have been made to fund future benefits to be provided to plan members.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 –OTHER POST RETIREMENT BENEFITS (Continued)

Annual OPEB Funded Status and net OPEB Obligation- Police Plan

The following chart projects the Actuarial Required Contribution (“ARC”), Pay-As-you-Go, Annual OPEB cost and the Net OPEB Obligation which reflect additional funding paid to a trust.

Schedule of Funding Progress

Actuarial Valuation Date July 1,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2011	-	3,482,971	3,482,971	0%	607,589	573%
2013	-	2,672,493	2,672,493	0%	799,640	334%
2015	-	3,986,577	3,986,577	0%	805,963	495%

Annual OPEB Cost and Net OPEB Obligation: Below are the required pension obligation presentations per GASB 45 for the period ending June 30, 2016.

Police	2016
Annual required contribution	\$ 456,306
Interest on NOO	38,545
Adjustment to annual required contribution	<u>(55,727)</u>
Annual OPEB cost	439,124
Contributions made	(260,118)
Allocations for implicit rate study	<u>(67,589)</u>
Increase (decrease) in NOO	<u>111,417</u>
NOO Beginning of Fiscal year	<u>963,634</u>
NOO End of Fiscal Year	<u><u>\$ 1,075,051</u></u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 – OTHER POST RETIREMENT BENEFITS (Continued)

Police Department OPEB Trend Information

Fiscal Year End June 30,	Annual OPEB Cost	Actual Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	325,938	166,164	51.0%	818,489
2015	323,090	177,945	55.1%	963,634
2016	439,124	327,707	74.6%	1,075,051

Annual OPEB Funded Status and net OPEB Obligation- School Plan

The following chart projects the Actuarial Required Contribution (“ARC”), Pay-As-you-Go, Annual OPEB cost and the Net OPEB Obligation which reflect additional funding paid to a trust.

Schedule of Funding Progress

Actuarial Valuation Date July 1,	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2011	-	6,496,005	6,496,005	0%	3,882,728	167%
2013	-	5,933,378	5,933,378	0%	3,685,204	161%
2015	-	6,078,910	6,078,910	0%	4,212,689	144%

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 –OTHER POST RETIREMENT BENEFITS (Continued)

Annual OPEB Funded Status and net OPEB Obligation- School Plan

Annual OPEB Cost and Net OPEB Obligation: Below are the required pension obligation presentations per GASB 45 for the period ending June 30, 2016.

School	2016
Annual required contribution	\$ 500,624
Interest on NOO	54,743
Adjustment to annual required contribution	<u>(79,145)</u>
Annual OPEB cost	476,222
Contributions made	(759,210)
Allocations for implicit rate study	<u>(85,981)</u>
Increase (decrease) in NOO	<u>(368,969)</u>
NOO Beginning of Fiscal year	<u>1,368,573</u>
NOO End of Fiscal Year	<u><u>\$ 999,604</u></u>

School Department OPEB Trend Information

Fiscal Year End June 30,	Annual OPEB Cost	Actual Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	442,021	387,299	87.6%	1,269,719
2015	441,045	342,191	77.6%	1,368,573
2016	476,222	845,191	177.5%	999,604

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 12 –OTHER POST RETIREMENT BENEFITS (Continued)

Actuarial Methods and Assumptions

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

Police Officers Plan

Valuation Date:	July 1, 2015
Discount Rate	4.00%
Healthy Mortality	RP-2014 mortality tables scale MP-2015
Health Care Cost Trend Rate	6.00% per year graded down by the getzen model ultimate rate of 3.84% per year after 60 years
Ultimate Medical Trend Rate	3.84%
Amortization Period	30 Years

School Employees Plan

Valuation Date:	July 1, 2015
Discount Rate	4.00%
Healthy Mortality	RP-2014 mortality tables scale MP-2015
Health Care Cost Trend Rates	7.50% per year graded down by the getzen model ultimate rate of 3.84% per year after 60 years
Ultimate Medical Trend Rate	3.84%
Amortization Period	30 Years

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 13 - SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES

A. Litigation

During the ordinary course of its operations, the Town is a party to various claims, other legal actions and complaints. These various legal actions include disputes in property valuations and torts for which the Town has been named as a defendant. In the opinion of the Town's management and legal counsel, they do not anticipate any of them to have a material financial impact or at this time their legal counsel has been unable to assess liability, if any, on the part of the Town.

B. Federally Assisted Programs - Compliance Audits

The Town participates in a number of federally assisted programs. The audits of these programs through the year ended June 30, 2016 were audited in connection with the accompanying financial statements under the Single Audit Uniform Guidance Concept. The Town used the current standards of that guidance to determine that a Single Audit was not required for the fiscal year ended June 30, 2016.

NOTE 14 - RISK MANAGEMENT

The Town of Jamestown is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters. As a result, the Town participates in a non-profit, public entity risk pool (Rhode Island Inter-local Risk Management Trust, Inc.) that provides coverage for property/liability claims and workers' compensation claims. Upon joining the Trust, the Town signed a participation agreement that outlines the rights and responsibilities of both the Trust and the Town. The agreement states that for premiums paid by the Town, the Trust will assume financial responsibility for the Town's losses up to the maximum amount of insurance purchased, minus the Town's deductible amounts. The policy is not retrospectively rated, but rather, premiums are based on the ultimate cost of the groups experience to date. The pool is allowed to make additional assessments for claims that are reasonably possible and estimable.

The Trust provides this insurance coverage through a pooled, self-insurance mechanism, which includes reinsurance purchased by the Trust to protect against large, catastrophic claims above the losses the Trust, retains internally for payment from the pooled contributions of its Members. Under the participation agreement, the Town is insured for a maximum of \$2,000,000 per occurrence. Settled claims resulting from these risks have not exceeded the Trust coverage in any of the past three fiscal years. It is not anticipated that the risks will exceed the trust coverage in the current year. There are no claims incurred for which the insurance pool has denied coverage. Therefore there are no incurred but not recorded liabilities at June 30, 2016.

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO FINANCIAL STATEMENTS
June 30, 2016

NOTE 15 - DEFICIT FUND BALANCE OF INDIVIDUAL FUNDS

The following individual funds had deficit fund equity balances as of June 30, 2016:

Governmental Funds

Special Revenue Funds

CDBG	\$ 3,374	*
FEMA Storm 2010	51,258	*
Sheffield Cove	8,164	*
School Route Grant	9,981	*
Preservation & Tech Upgrade	4,559	*
Historic Preservation Fund	2,290	*
Byrne Grant	6,965	*
Total	<u>\$ 86,591</u>	

* The deficits will be eliminated by future reimbursements from either the State or the Federal Government.

NOTE 16 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 27, 2016 the date the financial statements were available to be issued.

NOTE 17 – PRIOR PERIOD RESTATEMENT

Government-Wide Financial Statements and Governmental Funds

In fiscal year 2016 the Town restated the 2015 Net Position and Fund balance by a net increase of \$93,085 due to reclassifications of balance sheet accounts. The Net Position of the Government Wide Financial Statements was also restated due to capital lease proceeds being recognized as revenue in the fiscal year ended June 30, 2015. This restatement reduced net position by \$187,140. The Net Position was also increased by \$107,903 due to adjustments in accumulated depreciation for a net increase in the prior year's Net Position of \$13,848.

Required Supplementary Information

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - General Fund
Schedule of Revenues and Expenditures (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	GENERAL FUND			
	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
REVENUES				
Property tax	\$ 18,686,186	\$ 18,686,186	\$ 18,881,135	\$ 194,949
Intergovernmental and departmental revenue	1,846,001	1,846,001	2,152,935	306,934
License and permits	899,000	899,000	925,893	26,893
Fines and interest on late payments	135,000	135,000	183,658	48,658
Interest on investments	35,000	35,000	35,031	31
Other revenues	101,367	101,367	151,367	50,000
TOTAL REVENUES	<u>21,702,554</u>	<u>21,702,554</u>	<u>22,330,019</u>	<u>627,465</u>
EXPENDITURES				
Legislative, judicial, and general administrative	2,250,923	2,250,923	2,222,013	28,910
Financial administration and tax assessor	321,694	321,694	324,418	(2,724)
Public safety	2,344,551	2,344,551	2,297,174	47,377
Public works	1,785,259	1,785,259	1,692,095	93,164
Public welfare	3,964	3,964	3,964	-
Public health	491,323	491,323	489,360	1,963
Tree Warden	31,400	31,400	32,093	(693)
Library	422,158	422,158	407,383	14,775
Parks & recreation	512,903	512,903	502,782	10,121
Education	11,629,592	11,629,592	11,999,928	(370,336)
Other	180,312	180,312	83,965	96,347
Debt service				
Principal	750,925	750,925	750,925	-
Interest	303,740	303,740	308,928	(5,188)
Bond issuance cost	-	-	46,485	(46,485)
TOTAL EXPENDITURES	<u>21,028,744</u>	<u>21,028,744</u>	<u>21,161,513</u>	<u>(132,769)</u>
Excess of Revenues Over (Under) Expenditures				
Before Other Financing Sources (Uses)	<u>673,810</u>	<u>673,810</u>	<u>1,168,506</u>	<u>494,696</u>
OTHER FINANCING SOURCES (USES)				
Use of prior year accumulated surplus	272,769	272,769	272,769	-
Transfer in from other funds	360,000	360,000	210,000	(150,000)
Transfer to other funds	(23,079)	(23,079)	(138,360)	(115,281)
Transfer to Capital Improvement Fund	(1,283,500)	(1,283,500)	(1,283,500)	-
Issuance of refunding bonds	-	-	4,830,000	4,830,000
Premium on refunding	-	-	396,568	396,568
Payment to refunding bond escrow agent	-	-	(5,135,905)	(5,135,905)
Cost of issuance	-	-	(90,663)	(90,663)
TOTAL OTHER FINANCING USES	<u>(673,810)</u>	<u>(673,810)</u>	<u>(939,091)</u>	<u>(265,281)</u>
Excess of Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 229,415</u>	<u>\$ 229,415</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Revenues
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
GENERAL PROPERTY TAXES				
Real estate and personal property taxes	\$ 18,686,186	18,686,186	\$ 18,881,135	\$ 194,949
TOTAL GENERAL PROPERTY TAXES	<u>18,686,186</u>	<u>18,686,186</u>	<u>18,881,135</u>	<u>194,949</u>
INTERGOVERNMENTAL AND DEPARTMENTAL REVENUES				
Library state aid	87,697	87,697	85,943	(1,754)
State Education Aid	564,452	564,452	607,539	43,087
General state aid	-	-	25,704	25,704
Medicaid reimbursement	100,000	100,000	158,080	58,080
Certificate of occupancy	1,000	1,000	724	(276)
State of Rhode Island MV excise	513,683	513,683	608,861	95,178
Ambulance - 3rd party billing	186,000	186,000	180,903	(5,097)
Meal Tax Reimbursement	83,545	83,545	92,885	9,340
Hotel Tax	9,409	9,409	10,086	677
Tax stamps town share	175,000	175,000	224,654	49,654
RI Trust TOPS Dividend	15,550	15,550	30,260	14,710
Radon tax town share	-	-	40	40
Public housing	71,665	71,665	64,834	(6,831)
Finance	30,000	30,000	52,090	22,090
Alarm revenue	8,000	8,000	10,332	2,332
TOTAL INTERGOVERNMENTAL AND DEPARTMENTAL REVENUES	<u>1,846,001</u>	<u>1,846,001</u>	<u>2,152,935</u>	<u>306,934</u>
LICENSES AND PERMITS				
Building permits	93,000	93,000	114,967	21,967
Electric permits	20,000	20,000	20,422	422
Plumbing permits	5,000	5,000	5,615	615
Demolition permits	1,000	1,000	385	(615)
Mechanical permits	25,000	25,000	25,229	229
Copies and recording	95,000	95,000	92,572	(2,428)
Licenses and fees	10,000	10,000	8,827	(1,173)
Zoning fees	5,000	5,000	2,922	(2,078)
Probate fees	20,000	20,000	13,161	(6,839)
Transfer station stickers	125,000	125,000	128,005	3,005
Certificate of conformance	-	-	949	949
Building Plan Review	-	-	2,500	2,500
Animal control	5,000	5,000	4,697	(303)
Parks & recreation	475,000	475,000	497,210	22,210
Public works	20,000	20,000	8,432	(11,568)
TOTAL LICENSES AND PERMITS	<u>899,000</u>	<u>899,000</u>	<u>925,893</u>	<u>26,893</u>
FINES AND INTEREST ON LATE PAYMENTS				
Police department fines	30,000	30,000	73,521	43,521
Library fines	5,000	5,000	4,573	(427)
Interest on late payments	100,000	100,000	105,564	5,564
TOTAL FINES AND INTEREST ON LATE PAYMENTS	<u>135,000</u>	<u>135,000</u>	<u>183,658</u>	<u>48,658</u>
INTEREST ON INVESTMENTS				
	<u>35,000</u>	<u>35,000</u>	<u>35,031</u>	<u>31</u>
OTHER REVENUES				
Miscellaneous revenue	101,367	101,367	151,367	50,000
TOTAL OTHER REVENUES	<u>101,367</u>	<u>101,367</u>	<u>151,367</u>	<u>50,000</u>
TOTAL REVENUES	<u>21,702,554</u>	<u>21,702,554</u>	<u>22,330,019</u>	<u>627,465</u>
OTHER FINANCING SOURCES				
Use of prior year accumulated surplus	272,769	272,769	272,769	-
Transfer-in other funds	360,000	360,000	210,000	(150,000)
Issuance of refunding bonds	-	-	4,830,000	4,830,000
Premium on refunding	-	-	396,568	396,568
TOTAL OTHER FINANCING SOURCES	<u>632,769</u>	<u>632,769</u>	<u>5,709,337</u>	<u>5,076,568</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 22,335,323</u>	<u>\$ 22,335,323</u>	<u>\$ 28,039,356</u>	<u>\$ 5,704,033</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Expenditures
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
LEGISLATIVE, JUDICIAL, AND GENERAL ADMINISTRATIVE				
Town Council				
Salaries	\$ 11,300	\$ 11,300	\$ 11,300	\$ -
Fees and supplies	1,250	1,250	89	1,161
Advertising	2,000	2,000	390	1,610
Total Town Council	<u>14,550</u>	<u>14,550</u>	<u>11,779</u>	<u>2,771</u>
Town Administration				
Salaries, Administrator, Clerical	171,574	171,574	174,739	(3,165)
Fees, supplies and dues	2,500	2,500	2,518	(18)
Travel expense	12,000	12,000	10,592	1,408
Total Town Administration	<u>186,074</u>	<u>186,074</u>	<u>187,849</u>	<u>(1,775)</u>
Probate Court				
Salaries and wages	5,081	5,081	5,081	-
Fees and supplies	1,750	1,750	2,354	(604)
Total Probate Court	<u>6,831</u>	<u>6,831</u>	<u>7,435</u>	<u>(604)</u>
Elections and Town Meetings				
Salaries, Canvassers	8,384	8,384	7,633	751
Fees and supplies	2,300	2,300	1,702	598
Advertising and printing	500	500	569	(69)
Total Elections and Town Meetings	<u>11,184</u>	<u>11,184</u>	<u>9,904</u>	<u>1,280</u>
Other				
Social security tax	291,485	291,485	288,371	3,114
Medical	681,500	681,500	666,358	15,142
Workman's compensation	70,000	70,000	60,187	9,813
Retirement system	296,425	296,425	324,132	(27,707)
Life insurance	10,000	10,000	12,080	(2,080)
General liability insurance	110,000	110,000	110,830	(830)
Salary study adjustment	30,000	30,000	-	30,000
Blue cross police retiree	118,805	118,805	116,145	2,660
Total Other	<u>1,608,215</u>	<u>1,608,215</u>	<u>1,578,103</u>	<u>30,112</u>
Legal				
Professional services - legal	95,000	95,000	102,731	(7,731)
Total legal	<u>95,000</u>	<u>95,000</u>	<u>102,731</u>	<u>(7,731)</u>
Clerks and Records				
Salaries and wages	155,230	155,230	158,865	(3,635)
Fees, supplies and dues	33,000	33,000	25,572	7,428
Advertising and printing	3,000	3,000	3,866	(866)
Total Clerks and Records	<u>191,230</u>	<u>191,230</u>	<u>188,303</u>	<u>2,927</u>
Planning				
Salaries and wages	113,989	113,989	114,250	(261)
Planning commission	7,150	7,150	7,000	150
Fees, supplies & dues	5,500	5,500	5,275	225
Advertising	500	500	365	135
Total planning	<u>127,139</u>	<u>127,139</u>	<u>126,890</u>	<u>249</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Expenditures
Budget and Actual (NON-GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016
(continued)

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Zoning				
Salaries and wages	10,000	10,000	7,985	2,015
Fees, supplies and dues	700	700	1,034	(334)
Total Zoning	<u>10,700</u>	<u>10,700</u>	<u>9,019</u>	<u>1,681</u>
TOTAL LEGISLATIVE, JUDICIAL, AND GENERAL ADMINISTRATIVE	<u>2,250,923</u>	<u>2,250,923</u>	<u>2,222,013</u>	<u>28,910</u>
FINANCIAL ADMINISTRATION AND TAX ASSESSOR				
Finance and Tax Assessor Office				
Salaries and wages - Finance Office	89,597	89,597	89,597	-
Salary Deputy Tax Collector	64,989	64,989	66,206	(1,217)
Salaries and wages - Tax Assessor	53,508	53,508	53,749	(241)
Professional services	16,000	16,000	21,381	(5,381)
Fees, supplies and dues - Tax Assessor	12,500	12,500	12,820	(320)
Fees, supplies and dues - Finance Office	22,000	22,000	20,290	1,710
Salaries and wages- Computer Technician	40,000	40,000	41,162	(1,162)
Advertising and printing - Tax Assessor	1,100	1,100	893	207
Total Finance Office	<u>299,694</u>	<u>299,694</u>	<u>306,098</u>	<u>(6,404)</u>
Audit of Accounts				
Professional services	22,000	22,000	18,320	3,680
Total Audit of Accounts	<u>22,000</u>	<u>22,000</u>	<u>18,320</u>	<u>3,680</u>
TOTAL FINANCIAL ADMINISTRATION AND TAX ASSESSOR	<u>321,694</u>	<u>321,694</u>	<u>324,418</u>	<u>(2,724)</u>
PUBLIC SAFETY				
Police Department				
Salaries and wages - Police Department	1,046,450	1,046,450	1,059,450	(13,000)
Salaries and wages - Animal Control	5,000	5,000	-	5,000
Police benefits	46,320	46,320	55,505	(9,185)
Police overtime and sick leave	165,000	165,000	168,563	(3,563)
Police retirement	165,215	165,215	165,215	-
Supplies - Police Department	21,000	21,000	13,694	7,306
Supplies - Animal Control	15,000	15,000	15,093	(93)
Advertising and printing	-	-	65	(65)
Computer maintenance	18,500	18,500	24,879	(6,379)
Building Maintenance	5,000	5,000	4,431	569
Vehicle insurance - Police Department	8,197	8,197	8,197	-
Telephone - Police Department	21,500	21,500	15,465	6,035
Equipment, uniforms	8,000	8,000	4,646	3,354
Maintenance of uniforms - Police and Animal Control	32,150	32,150	25,395	6,755
Ammunition and supplies	4,000	4,000	2,787	1,213
Maintenance of police cars	17,500	17,500	14,243	3,257
Gas and tires - Police	38,000	38,000	22,209	15,791
Training of members	20,000	20,000	15,385	4,615
Maintenance of radio system	14,000	14,000	6,083	7,917
Equipment	8,000	8,000	6,628	1,372
Total Police Department	<u>1,658,832</u>	<u>1,658,832</u>	<u>1,627,933</u>	<u>30,899</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Expenditures
Budget and Actual (Non GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016
(continued)

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Fire Department				
Salaries and wages - Fire	135,546	135,546	128,198	7,348
Fire incentive program	70,000	70,000	70,000	-
Fees, supplies and dues	5,000	5,000	6,053	(1,053)
Insurance	55,000	55,000	54,598	402
Telephone	8,800	8,800	11,702	(2,902)
Apparatus and truck repair	25,000	25,000	27,755	(2,755)
Gas, tires and oil	15,000	15,000	14,157	843
Training	12,000	12,000	9,975	2,025
Fuel oil	14,000	14,000	13,965	35
Maintenance	13,500	13,500	15,290	(1,790)
Electricity	12,000	12,000	11,059	941
Alarm and radio	6,000	6,000	2,260	3,740
Oxygen and air pack	5,000	5,000	4,514	486
Water	1,500	1,500	981	519
Fire equipment	15,000	15,000	17,622	(2,622)
Fire extinguisher agents	2,400	2,400	3,260	(860)
Subscriptions and journals	500	500	-	500
Total Fire Department	<u>396,246</u>	<u>396,246</u>	<u>391,389</u>	<u>4,857</u>
Other Protective Services				
Salaries and wages	114,973	114,973	109,369	5,604
Supplies and expenses	14,500	14,500	8,483	6,017
Hydrant rental	160,000	160,000	160,000	-
Total Other Protective Services	<u>289,473</u>	<u>289,473</u>	<u>277,852</u>	<u>11,621</u>
TOTAL PUBLIC SAFETY	<u>2,344,551</u>	<u>2,344,551</u>	<u>2,297,174</u>	<u>47,377</u>
PUBLIC WORKS				
Administration				
Salary - Public Works Director	50,357	50,357	50,358	(1)
Supplies and expenses	1,200	1,200	1,004	196
Total Administration	<u>51,557</u>	<u>51,557</u>	<u>51,362</u>	<u>195</u>
Engineering				
Salary - Environmental Scientist	38,927	38,927	29,035	9,892
Salary - Intern	10,000	10,000	6,911	3,089
Supplies	1,200	1,200	1,141	59
Total Engineering	<u>50,127</u>	<u>50,127</u>	<u>37,087</u>	<u>13,040</u>
Highway				
Salaries and wages	635,313	635,313	631,534	3,779
Vehicles and insurance	14,520	14,520	14,520	-
Upkeep of equipment	65,000	65,000	83,166	(18,166)
Oil and gas	80,000	80,000	49,163	30,837
Sand and gravel	15,000	15,000	15,172	(172)
Cold patch	17,500	17,500	13,641	3,859
Other road supplies	15,000	15,000	13,147	1,853
Equipment rental	3,000	3,000	1,450	1,550
Clothing	5,500	5,500	5,700	(200)
Safety and licensing	6,500	6,500	6,232	268
Total Highway	<u>857,333</u>	<u>857,333</u>	<u>833,725</u>	<u>23,608</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Expenditures
Budget and Actual (Non GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016
(continued)

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Snow Removal				
Snow removal	28,000	28,000	18,168	9,832
Equipment and supplies	49,000	49,000	53,916	(4,916)
Total Snow Removal	<u>77,000</u>	<u>77,000</u>	<u>72,084</u>	<u>4,916</u>
Waste Removal				
Salary - Operator	61,942	61,942	63,543	(1,601)
Telephone	600	600	664	(64)
Electricity	1,300	1,300	2,294	(994)
Maintenance and testing	42,000	42,000	39,318	2,682
Transfer and trucking	310,000	310,000	296,973	13,027
Hazardous waste	500	500	-	500
Total Waste Removal	<u>416,342</u>	<u>416,342</u>	<u>402,792</u>	<u>13,550</u>
Street Lighting				
Electricity	82,500	82,500	67,127	15,373
Total Street Electric	<u>82,500</u>	<u>82,500</u>	<u>67,127</u>	<u>15,373</u>
Other Public Works				
Town cemetery and parade	2,100	2,100	2,039	61
Total Other Public Works	<u>2,100</u>	<u>2,100</u>	<u>2,039</u>	<u>61</u>
Public Buildings				
Contracted services	60,000	60,000	52,544	7,456
Supplies	5,300	5,300	3,114	2,186
Telephone and alarms	15,000	15,000	17,212	(2,212)
Electric	60,000	60,000	53,780	6,220
Water	10,500	10,500	8,000	2,500
Heating	45,000	45,000	17,073	27,927
Repairs and maintenance	43,000	43,000	62,526	(19,526)
Landscape	9,500	9,500	11,630	(2,130)
Total Public Buildings	<u>248,300</u>	<u>248,300</u>	<u>225,879</u>	<u>22,421</u>
TOTAL PUBLIC WORKS	<u>1,785,259</u>	<u>1,785,259</u>	<u>1,692,095</u>	<u>93,164</u>
PUBLIC WELFARE				
Salaries and wages	3,964	3,964	3,964	-
TOTAL PUBLIC WELFARE	<u>3,964</u>	<u>3,964</u>	<u>3,964</u>	<u>-</u>
PUBLIC HEALTH				
Ambulance incentive program	80,000	80,000	79,906	94
JFD EMS Director	206,130	206,130	199,989	6,141
Ambulance	86,000	86,000	87,550	(1,550)
Insurance for ambulance	30,000	30,000	29,081	919
Visiting nurse / mental health	17,500	17,500	16,500	1,000
Senior center operations	71,693	71,693	76,334	(4,641)
TOTAL PUBLIC HEALTH	<u>491,323</u>	<u>491,323</u>	<u>489,360</u>	<u>1,963</u>
TREE WARDEN				
Consultant	9,600	9,600	10,025	(425)
Supplies	1,800	1,800	975	825
Tree pruning	15,000	15,000	18,618	(3,618)
xWater	-	-	500	(500)
Purchase of Trees	5,000	5,000	1,975	3,025
TOTAL TREE WARDEN	<u>31,400</u>	<u>31,400</u>	<u>32,093</u>	<u>(693)</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - Schedule of Expenditures
Budget and Actual (Non GAAP Budgetary Basis) - General Fund
For the Fiscal Year Ended June 30, 2016

(continued)

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
LIBRARY				
Salaries and wages	214,911	214,911	211,236	3,675
Fees, supplies & dues	8,500	8,500	8,153	347
Insurance	12,850	12,850	12,850	-
Telephone	1,200	1,200	1,011	189
Equipment	500	500	539	(39)
Electricity	24,000	24,000	19,155	4,845
Heat	18,500	18,500	5,778	12,722
Repairs and maintenance	19,000	19,000	22,927	(3,927)
Computer repairs and maintenance	6,000	6,000	7,217	(1,217)
Books and periodicals	29,000	29,000	28,900	100
Books - State aid	87,697	87,697	89,617	(1,920)
TOTAL LIBRARY	<u>422,158</u>	<u>422,158</u>	<u>407,383</u>	<u>14,775</u>
PARKS AND RECREATION				
Salaries and wages	383,693	383,693	376,782	6,911
Supplies	5,965	5,965	7,512	(1,547)
Advertising and printing	3,750	3,750	4,078	(328)
Insurance	6,470	6,470	6,470	-
Telephone	2,500	2,500	2,763	(263)
Equipment	4,500	4,500	4,867	(367)
Gas and oil	10,000	10,000	8,071	1,929
Electricity and field lighting	30,000	30,000	20,910	9,090
Fort Getty water removal	7,000	7,000	6,798	202
Shores beach / sanitary facilities	3,000	3,000	390	2,610
Water	12,000	12,000	18,974	(6,974)
Trash removal	10,000	10,000	10,000	-
Repairs, maintenance and improvements	26,000	26,000	29,629	(3,629)
Summer program	3,825	3,825	4,702	(877)
Winter program	4,200	4,200	836	3,364
TOTAL PARKS AND RECREATION	<u>512,903</u>	<u>512,903</u>	<u>502,782</u>	<u>10,121</u>
SCHOOL DEPARTMENT				
Education	11,629,592	11,629,592	11,999,928	(370,336)
TOTAL EDUCATION	<u>11,629,592</u>	<u>11,629,592</u>	<u>11,999,928</u>	<u>(370,336)</u>
OTHER				
Incidents and emergencies	50,000	50,000	11,125	38,875
Conservation commission	2,200	2,200	1,451	749
Chamber of Commerce Development	4,000	4,000	4,000	-
Lease payments	71,362	71,362	62,389	8,973
Fire Station Improvements	47,750	47,750	-	47,750
RI Economic Development	5,000	5,000	5,000	-
TOTAL OTHER	<u>180,312</u>	<u>180,312</u>	<u>83,965</u>	<u>96,347</u>
DEBT SERVICE				
Principal payments	750,925	750,925	750,925	-
Interest	303,740	303,740	308,928	(5,188)
Bond issuance cost	-	-	46,485	(46,485)
TOTAL DEBT SERVICE	<u>1,054,665</u>	<u>1,054,665</u>	<u>1,106,338</u>	<u>(51,673)</u>
TOTAL EXPENDITURES	<u>21,028,744</u>	<u>21,028,744</u>	<u>21,161,513</u>	<u>(132,769)</u>
OTHER FINANCING USES				
Transfer to other funds				
Transfer to other funds	23,079	23,079	138,360	(115,281)
Capital improvement fund	1,283,500	1,283,500	1,283,500	-
Payment to refunding bond escrow agent	-	-	5,135,905	(5,135,905)
Cost of issuance	-	-	90,663	(90,663)
TOTAL OTHER FINANCING USES	<u>1,306,579</u>	<u>1,306,579</u>	<u>6,648,428</u>	<u>(5,341,849)</u>
TOTAL EXPENDITURES AND OTHER FINANCING USES	<u>\$ 22,335,323</u>	<u>\$ 22,335,323</u>	<u>\$ 27,809,941</u>	<u>\$ (5,474,618)</u>

REQUIRED SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - School Capital Improvement Fund
Schedule of Revenues and Expenditures (Non GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
Other	\$ 20,000	\$ 20,000	\$ 8,495	\$ (11,505)
TOTAL REVENUES	<u>20,000</u>	<u>20,000</u>	<u>8,495</u>	<u>(11,505)</u>
EXPENDITURES				
Capital outlay	120,000	120,000	106,345	13,655
TOTAL EXPENDITURES	<u>120,000</u>	<u>120,000</u>	<u>106,345</u>	<u>13,655</u>
Excess of expenditures over revenues before operating transfers	<u>(100,000)</u>	<u>(100,000)</u>	<u>(97,850)</u>	<u>2,150</u>
OTHER FINANCING SOURCES (USES)				
Transfer from School General Fund	100,000	100,000	138,360	38,360
TOTAL OPERATING TRANSFERS	<u>100,000</u>	<u>100,000</u>	<u>138,360</u>	<u>38,360</u>
Excess of revenues over expenditures and operating transfers	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,510</u>	<u>\$ 40,510</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

The accompanying Statement of Revenues, Expenditures (GAAP or Budgetary Basis Non-GAAP) presents comparisons of the legally adopted budget with actual data on a budgetary basis. Because accounting principals applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, entity and timing differences in the excess (deficiency) of revenues and other financial resources over expenditure / expenses and other uses of financial resources for the year ended June 30, 2016 is presented below:

	General Fund GAAP Basis	School Capital Improvement GAAP Basis
Excess (deficiency) of revenues and other sources over (under) expenditures/expenses and other uses (Non-GAAP basis)	\$ 229,415	\$ 40,510
<i>Adjustments:</i>		
To adjust for use of accumulated surplus	<u>(272,769)</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54	(14,221)	-
Excess (deficiency) of revenues and other sources over (under) expenditures/expenses and other uses (GAAP basis)	<u>\$ (57,575)</u>	<u>\$ 40,510</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

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

	Fiscal Year Ending June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Pension Liability										
Service Cost	\$ 230,615	\$ 241,378	\$ 296,623	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest on Total Pension Liability	647,132	602,313	607,393	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Differences between expected and actual experience	209,970	(46,685)	(495,174)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Effect of Assumption Changes or Inputs	(207,579)	291,817	12,206	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Changes in Benefit Terms	74,675	-	-	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Payments	(482,965)	(461,380)	(435,515)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Total Pension Liability	471,848	627,443	(14,467)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, beginning	9,350,494	8,723,051	8,737,518	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Pension Liability, ending (a)	<u>\$ 9,822,342</u>	<u>\$ 9,350,494</u>	<u>\$ 8,723,051</u>	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position										
Employer Contributions	\$ 165,547	\$ 141,000	\$ 141,330	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Member Contributions	77,308	65,150	81,061	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Investment Income	416,801	225,144	1,007,662	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Benefit Expenses	(482,965)	(461,380)	(435,515)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Administrative Expenses	(9,250)	(23,080)	(42,004)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Change in Fiduciary net Position	167,441	(53,166)	752,534	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position, beginning	9,773,450	9,826,616	9,074,082	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary net Position, ending (b)	<u>\$ 9,940,891</u>	<u>\$ 9,773,450</u>	<u>\$ 9,826,616</u>	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability, (Asset), ending = (a) - (b)	(118,549)	(422,956)	(1,103,565)	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position as a % of Total Pension Liability	101.21%	104.52%	112.65%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Covered Payroll	\$ 781,493	\$ 682,245	\$ 740,976	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net Pension Liability as a % of Covered Payroll	-15.2%	-62.0%	-148.9%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

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

	Fiscal Year Ending June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	\$ 183,064	\$ 189,098	\$ 240,048	\$ 182,023	\$ 173,873	\$ 225,498	\$ 233,257	\$ 139,929	\$ 130,774	\$ 122,028
Contributions in relation to the actuarially determined contribution	165,547	141,000	141,330	84,798	141,330	201,949	257,510	171,928	208,664	173,196
Contribution deficiency/(excess)	17,517	48,098	98,718	97,225	32,543	23,549	(24,253)	(31,999)	(77,890)	(51,168)
Covered payroll per employee	682,245	740,976	828,404	677,630	648,605	607,806	764,942	704,314	**	708,586
Contributions as a percentage of covered-employee payroll	24.27%	19.03%	17.06%	12.51%	21.79%	33.23%	33.66%	24.41%	**	24.44%

** = Information unavailable

Notes to Schedule:

Actuarially Determined Contribution:

Actuarial Cost Method:

Normal Cost

Calculated as the normal cost plus a 15 year amortization of the unfunded actuarial accrued liability.

Entry Age Normal Actuarial Cost Method

The normal cost is the sum of the normal costs for all active participants who have not reached the assumed retirement date. For each such participant, the individual normal cost is the participant's normal cost accrual rate multiplied by the participant's current compensation. The normal cost accrual rate equals (a) the actuarial present value of future benefits as of the participant's entry age divided by (b) the actuarial present value of future compensation as of the participant's entry age. For other participants, the normal cost equals zero.

4.00% per year.

Salary Increase:

Asset valuation method:

Investment Rate of Return:

Retirement Age:

Mortality:

Market value of assets

7.00%

The later-of (a) the earlier of age 55 and the completion of 25 years of service, or (b) the participant's current age.

RP 2014 Blue Collar No annuitant/Annuitant with MP 2016 Improvement (Male/Female) for the Fiscal Year Ended 6/30/2016. Various Assumptions Were Used in Prior Valuations. These were Disclosed in the Respective Valuation Reports.

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

	Fiscal Year Ending June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Annual money-weighted rate of return, net of investment expense	4.36%	2.34%	10.90%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

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

	Fiscal Year Ending June 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
A. Total pension liability										
1. Service Cost	\$ 337,034	\$ 345,855	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Interest on the Total Pension Liability	990,103	944,995	-	-	-	-	-	-	-	-
3. Changes of benefit terms	222,342	-	-	-	-	-	-	-	-	-
4. Difference between expected and actual experience of the Total Pension Liability	-	-	-	-	-	-	-	-	-	-
5. Changes of assumptions	(38,711)	(85,627)	-	-	-	-	-	-	-	-
6. Benefit payments, including refunds of employee contributions	(623,932)	(574,826)	-	-	-	-	-	-	-	-
7. Net change in total pension liability	886,836	630,397	-	-	-	-	-	-	-	-
8. Total pension liability – beginning	13,344,819	12,714,422	-	-	-	-	-	-	-	-
9. Total pension liability – ending (a)	<u>\$ 14,231,655</u>	<u>\$ 13,344,819</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
B. Plan fiduciary net position										
1. Contributions – employer	\$ 426,083	\$ 404,890	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Contributions – employee	75,533	73,822	-	-	-	-	-	-	-	-
3. Net investment income	290,498	1,630,134	-	-	-	-	-	-	-	-
4. Benefit payments, including refunds of employee contributions	(623,932)	(574,826)	-	-	-	-	-	-	-	-
5. Pension Plan Administrative Expense	(11,652)	(10,208)	-	-	-	-	-	-	-	-
6. Other	22	89,529	-	-	-	-	-	-	-	-
7. Net change in plan fiduciary net position	156,552	1,613,341	-	-	-	-	-	-	-	-
8. Plan fiduciary net position – beginning	12,239,266	10,625,925	-	-	-	-	-	-	-	-
9. Plan fiduciary net position – ending (b)	<u>\$ 12,395,818</u>	<u>\$ 12,239,266</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
C. Net pension liability - ending (a) - (b)	1,835,837	1,105,553	-	-	-	-	-	-	-	-
D. Plan fiduciary net position as a percentage of the total pension liability	87.10%	91.72%	-	-	-	-	-	-	-	-
E. Covered employee payroll	\$ 3,757,347	3,663,722	-	-	-	-	-	-	-	-
F. Net pension liability as a percentage of covered payroll	48.86%	30.18%	-	-	-	-	-	-	-	-

Schedule of Town of Jamestown's Contributions
Last 10 Fiscal Years

	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	\$ 413,367	\$ 426,083	\$ 404,890	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	413,367	426,083	404,890	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	-	-	-	-	-	-	-
Covered-employee payroll	\$ 3,859,924	\$ 3,757,347	\$ 3,663,722	-	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	10.71%	11.34%	11.05%	0%	0%	0%	0%	0%	0%	0%

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

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

Schedule of Jamestown's Contributions
Last 10 Fiscal Years
State of Rhode Island Employees Retirement System

	Fiscal Year Ending June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	\$ 540,162	\$ 555,245	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contribution	540,162	555,245	-	-	-	-	-	-	-	-
Contribution deficiency/(excess)	-	-	-	-	-	-	-	-	-	-
Covered employee payroll	4,070,734	4,036,992	-	-	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	13.27%	13.75%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

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

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

	Fiscal Year Ending June 30,									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Jamestown proportion of the net pension liability	0.25626587%	0.27886639%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Jamestown proportionate share of the net pension liability	\$ 7,055,006	\$ 6,787,609	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability associated with the school district	4,819,759	4,654,576	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total	\$ 11,874,765	\$ 11,442,185	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Jamestown covered payroll	4,070,734	4,036,992	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Jamestown proportionate share of the net pension liability as a percentage of it's covered employee payroll	173.31%	168.14%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a % of the total pension liability	57.6%	61.4%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Notes:

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

Supplementary Information

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Combining Balance Sheet - Non-Major Governmental Funds
JUNE 30, 2016

	Special Revenue Restricted Town	Special Revenue Restricted School	School Food Service	Capital Projects Fund	Totals
ASSETS					
Cash	\$ 240,223	\$ -	\$ 44,952	\$ 39,942	\$ 325,117
Due from federal and state governments	797	164,623	2,656	-	168,076
Due from other funds	341,417	71,363	12,426	329,644	754,850
Total assets	\$ 582,437	\$ 235,986	\$ 60,034	\$ 369,586	\$ 1,248,043
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 670	\$ -	\$ 23,329	\$ 22,584	\$ 46,583
Due to other funds	109,285	164,623	-	-	273,908
Unearned revenue	-	71,363	-	-	71,363
Total liabilities	109,955	235,986	23,329	22,584	391,854
Fund balances (deficits)					
<i>Restricted for:</i>					
Public safety programs	28,243	-	-	-	28,243
<i>Committed for:</i>					
Public works programs	-	-	-	347,002	347,002
<i>Assigned for:</i>					
Public safety programs	27,021	-	-	-	27,021
Public welfare	8,813	-	36,705	-	45,518
Public works programs	234,654	-	-	-	234,654
Culture and recreation	260,342	-	-	-	260,342
<i>Unassigned</i>	(86,591)	-	-	-	(86,591)
Fund balances (deficits)	472,482	-	36,705	347,002	856,189
Total liabilities and fund balances	\$ 582,437	\$ 235,986	\$ 60,034	\$ 369,586	\$ 1,248,043

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances - Non-Major Governmental Funds
For the Fiscal Year Ended June 30, 2016

	Special Revenue Restricted Town	Special Revenue Restricted School	School Food Service	Capital Projects Fund	Totals
Revenues					
Intergovernmental	\$ 85,000	\$ 472,896	\$ 35,676	\$ 18,495	\$ 612,067
Interest on investments	-	-	-	155	155
Other	327,583	5,571	97,527	-	430,681
Total Revenues	<u>412,583</u>	<u>478,467</u>	<u>133,203</u>	<u>18,650</u>	<u>1,042,903</u>
Expenditures					
Education	-	478,467	-	45,770	524,237
Other	173,710	-	156,404	-	330,114
Capital improvements/restricted programs	-	-	-	92,042	92,042
Total expenditures	<u>173,710</u>	<u>478,467</u>	<u>156,404</u>	<u>137,812</u>	<u>946,393</u>
Excess of revenues over (under) Expenditures	238,873	-	(23,201)	(119,162)	96,510
Other Financing Sources (uses)					
Operating transfers (to) from	(158,000)	-	-	128,360	(29,640)
Total other financing sources	<u>(158,000)</u>	<u>-</u>	<u>-</u>	<u>128,360</u>	<u>(29,640)</u>
Excess of revenues and other sources over (under) expenditures and other uses	80,873	-	(23,201)	9,198	66,870
FUND BALANCE - July 1, 2015	<u>391,609</u>	<u>-</u>	<u>59,906</u>	<u>337,804</u>	<u>789,319</u>
FUND BALANCE - June 30, 2016	<u>\$ 472,482</u>	<u>\$ -</u>	<u>\$ 36,705</u>	<u>\$ 347,002</u>	<u>\$ 856,189</u>

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING BALANCE SHEET
JUNE 30, 2016

	SPAY & NEUTER ACCOUNT	RI RESOURCE RECOVERY	LAND REGULATION SUBDIVISION DEDICATION	RI FOUNDATION CENTEENIAL GRANT	GOLF COURSE	TREE GRANT	JAMESTOWN PLAYGROUND FUND
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 218,072	\$ -	\$ 16,175
Accounts receivable	-	-	-	-	797	-	-
Due from other funds	4,678	19,156	184,347	15,000	-	7,846	-
TOTAL ASSETS	\$ 4,678	\$ 19,156	\$ 184,347	\$ 15,000	\$ 218,869	\$ 7,846	\$ 16,175
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 670	\$ -	\$ -
Due to other funds	-	-	-	-	17,805	-	-
TOTAL LIABILITIES	-	-	-	-	18,475	-	-
FUND BALANCE							
<i>Restricted for:</i>							
Public welfare							
<i>Assigned for:</i>							
Public safety programs	4,678						
Public welfare							
Public works programs	-	19,156	184,347	-	-	7,846	-
Culture and recreation				15,000	200,394	-	16,175
<i>Unassigned</i>	-	-	-	-	-	-	-
TOTAL FUND BALANCE	4,678	19,156	184,347	15,000	200,394	7,846	16,175
TOTAL LIABILITIES AND FUND BALANCE	\$ 4,678	\$ 19,156	\$ 184,347	\$ 15,000	\$ 218,869	\$ 7,846	\$ 16,175

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING BALANCE SHEET
JUNE 30, 2016

	COMMUNITY DEVELOPMENT BLOCK GRANT	BYRNE GRANT	AFFORDABLE HOUSING	SUBSTANCE ABUSE FUND	TOWN CLERK	JAMESTOWN MEAL SITE	FEMA 2010 STORM
ASSETS							
Cash and cash equivalents	\$ 4,889	\$ -	\$ -	\$ -	\$ -	\$ 1,087	\$ -
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	-	-	5,076	28,243	20,523	-	-
TOTAL ASSETS	\$ 4,889	\$ -	\$ 5,076	\$ 28,243	\$ 20,523	\$ 1,087	\$ -
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	8,263	6,965	-	-	-	-	51,258
TOTAL LIABILITIES	8,263	6,965	-	-	-	-	51,258
FUND BALANCE							
<i>Restricted for:</i>							
Public welfare	-	-	-	28,243	-	-	-
<i>Assigned for:</i>							
Public safety programs	-	-	-	-	-	-	-
Public welfare	-	-	5,076	-	-	1,087	-
Public works programs	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	20,523	-	-
<i>Unassigned</i>	(3,374)	(6,965)	-	-	-	-	(51,258)
TOTAL FUND BALANCE	(3,374)	(6,965)	5,076	28,243	20,523	1,087	(51,258)
TOTAL LIABILITIES AND FUND BALANCE	\$ 4,889	\$ -	\$ 5,076	\$ 28,243	\$ 20,523	\$ 1,087	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING BALANCE SHEET
JUNE 30, 2016

	POLICE PARKING	SCHOOL ROUTE GRANT	EMPG	HISTORIC PRESERVATION PLANNING	BYRNE GRANT 2012	DEVELOPMENT FEES	MARSH RESTORATION
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable	-	-	-	-	-	-	-
Due from other funds	9,516	-	-	-	-	2,650	23,305
TOTAL ASSETS	\$ 9,516	\$ -	\$ -	\$ -	\$ -	\$ 2,650	\$ 23,305
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	9,981	-	2,290	-	-	-
TOTAL LIABILITIES	-	9,981	-	2,290	-	-	-
FUND BALANCE							
<i>Restricted for:</i>							
Public welfare	-	-	-	-	-	-	-
<i>Assigned for:</i>							
Public safety programs	9,516	-	-	-	-	-	-
Public welfare	-	-	-	-	-	2,650	-
Public works programs	-	-	-	-	-	-	23,305
Culture and recreation	-	-	-	-	-	-	-
<i>Unassigned</i>	-	(9,981)	-	(2,290)	-	-	-
TOTAL FUND BALANCE	9,516	(9,981)	-	(2,290)	-	2,650	23,305
TOTAL LIABILITIES AND FUND BALANCE	\$ 9,516	\$ -	\$ -	\$ -	\$ -	\$ 2,650	\$ 23,305

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING BALANCE SHEET
JUNE 30, 2016

	SHEFFIELD COVE GRANT	DOH FUNDS	JAMESTOWN COMMUNITY THEATRE	PRESERVATION & TECH UPGRADE	TOTALS
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 240,223
Accounts receivable	-	-	-	-	797
Due from other funds	-	12,827	8,250	-	341,417
TOTAL ASSETS	\$ -	\$ 12,827	\$ 8,250	\$ -	\$ 582,437
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 670
Due to other funds	8,164	-	-	4,559	109,285
TOTAL LIABILITIES	8,164	-	-	4,559	109,955
FUND BALANCE					
<i>Restricted for:</i>					
Public welfare	-	-	-	-	28,243
<i>Assigned for:</i>					
Public safety programs	-	12,827	-	-	27,021
Public welfare	-	-	-	-	8,813
Public works programs	-	-	-	-	234,654
Culture and recreation	-	-	8,250	-	260,342
<i>Unassigned</i>	(8,164)	-	-	(4,559)	(86,591)
TOTAL FUND BALANCE	(8,164)	12,827	8,250	(4,559)	472,482
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ 12,827	\$ 8,250	\$ -	\$ 582,437

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	SPAY & NEUTER ACCOUNT	RI RESOURCE RECOVERY	LAND REGULATION SUBDIVISION DEDICATION	RI FOUNDATION CENTEENIAL GRANT	GOLF COURSE	TREE GRANT	JAMESTOWN PLAYGROUND FUND
REVENUES							
Intergovernmental revenue and departmental	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
Other revenue	736	5,296	29,105	15,000	185,500	2,500	16,175
TOTAL REVENUES	<u>736</u>	<u>5,296</u>	<u>29,105</u>	<u>15,000</u>	<u>185,500</u>	<u>2,500</u>	<u>16,175</u>
EXPENDITURES							
Other	-	-	-	-	10,701	1,700	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,701</u>	<u>1,700</u>	<u>-</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>736</u>	<u>5,296</u>	<u>29,105</u>	<u>15,000</u>	<u>174,799</u>	<u>800</u>	<u>16,175</u>
OTHER FINANCING SOURCES (USES)							
Transfer (to) from other funds	-	-	-	-	(158,000)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(158,000)</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>736</u>	<u>5,296</u>	<u>29,105</u>	<u>15,000</u>	<u>16,799</u>	<u>800</u>	<u>16,175</u>
FUND BALANCE - July 1, 2015	<u>3,942</u>	<u>13,860</u>	<u>155,242</u>	<u>-</u>	<u>183,595</u>	<u>7,046</u>	<u>-</u>
FUND BALANCE - June 30, 2016	<u>\$ 4,678</u>	<u>\$ 19,156</u>	<u>\$ 184,347</u>	<u>\$ 15,000</u>	<u>\$ 200,394</u>	<u>\$ 7,846</u>	<u>\$ 16,175</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	COMMUNITY DEVELOPMENT BLOCK GRANT	BYRNE GRANT 2013	AFFORDABLE HOUSING	SUBSTANCE ABUSE FUND	TOWN CLERK	JAMESTOWN MEAL SITE	FEMA 2010 STORM
REVENUES							
Intergovernmental revenue and departmental	\$ 85,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue	-	-	-	5,210	1,754	2,959	-
TOTAL REVENUES	<u>85,000</u>	<u>-</u>	<u>-</u>	<u>5,210</u>	<u>1,754</u>	<u>2,959</u>	<u>-</u>
EXPENDITURES							
Other	89,527	6,965	-	11,371	7,000	1,872	-
TOTAL EXPENDITURES	<u>89,527</u>	<u>6,965</u>	<u>-</u>	<u>11,371</u>	<u>7,000</u>	<u>1,872</u>	<u>-</u>
Excess (deficiency) of Revenues Over (Under)							
Expenditures	<u>(4,527)</u>	<u>(6,965)</u>	<u>-</u>	<u>(6,161)</u>	<u>(5,246)</u>	<u>1,087</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)							
Transfer (to) from other funds	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources							
Over (Under) Expenditures and Other Financing Uses	<u>(4,527)</u>	<u>(6,965)</u>	<u>-</u>	<u>(6,161)</u>	<u>(5,246)</u>	<u>1,087</u>	<u>-</u>
FUND BALANCE - July 1, 2015	<u>1,153</u>	<u>-</u>	<u>5,076</u>	<u>34,404</u>	<u>25,769</u>	<u>-</u>	<u>(51,258)</u>
FUND BALANCE - June 30, 2016	<u>\$ (3,374)</u>	<u>\$ (6,965)</u>	<u>\$ 5,076</u>	<u>\$ 28,243</u>	<u>\$ 20,523</u>	<u>\$ 1,087</u>	<u>\$ (51,258)</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	POLICE PARKING	SCHOOL ROUTE GRANT	EMPG	HISTORIC PRESERVATION PLANNING	BYRNE GRANT 2012	DEVELOPMENT FEES	MARSH RESTORATION
REVENUES							
Intergovernmental revenue and departmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue	3,930	-	23,256	-	6,963	5,500	3,060
TOTAL REVENUES	<u>3,930</u>	<u>-</u>	<u>23,256</u>	<u>-</u>	<u>6,963</u>	<u>5,500</u>	<u>3,060</u>
EXPENDITURES							
Other	1,735	-	9,625	-	-	2,850	-
TOTAL EXPENDITURES	<u>1,735</u>	<u>-</u>	<u>9,625</u>	<u>-</u>	<u>-</u>	<u>2,850</u>	<u>-</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>2,195</u>	<u>-</u>	<u>13,631</u>	<u>-</u>	<u>6,963</u>	<u>2,650</u>	<u>3,060</u>
OTHER FINANCING SOURCES (USES)							
Transfer (to) from other funds	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>2,195</u>	<u>-</u>	<u>13,631</u>	<u>-</u>	<u>6,963</u>	<u>2,650</u>	<u>3,060</u>
FUND BALANCE - July 1, 2015	<u>7,321</u>	<u>(9,981)</u>	<u>(13,631)</u>	<u>(2,290)</u>	<u>(6,963)</u>	<u>-</u>	<u>20,245</u>
FUND BALANCE - June 30, 2016	<u>\$ 9,516</u>	<u>\$ (9,981)</u>	<u>\$ -</u>	<u>\$ (2,290)</u>	<u>\$ -</u>	<u>\$ 2,650</u>	<u>\$ 23,305</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - TOWN
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	SHEFFIELD COVE GRANT	DOH - FUNDS	JAMESTOWN COMMUNITY THEATRE	PRESERVATION & TECH UPGRADE	TOTALS
REVENUES					
Intergovernmental revenue and departmental	\$ -		\$ -	\$ -	\$ 85,000
Other revenue	-	1,575	5,451	13,613	327,583
TOTAL REVENUES	<u>-</u>	<u>1,575</u>	<u>5,451</u>	<u>13,613</u>	<u>412,583</u>
EXPENDITURES					
Other	8,164	772	9,645	11,783	173,710
TOTAL EXPENDITURES	<u>8,164</u>	<u>772</u>	<u>9,645</u>	<u>11,783</u>	<u>173,710</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>-</u> <u>(8,164)</u>	<u>803</u>	<u>(4,194)</u>	<u>1,830</u>	<u>238,873</u>
OTHER FINANCING SOURCES (USES)					
Transfer (to) from other funds	-	-	-	-	(158,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(158,000)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(8,164)</u>	<u>803</u>	<u>(4,194)</u>	<u>1,830</u>	<u>80,873</u>
FUND BALANCE - July 1, 2015	<u>-</u>	<u>12,024</u>	<u>12,444</u>	<u>(6,389)</u>	<u>391,609</u>
FUND BALANCE - June 30, 2016	<u>\$ (8,164)</u>	<u>\$ 12,827</u>	<u>\$ 8,250</u>	<u>\$ (4,559)</u>	<u>\$ 472,482</u>

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING BALANCE SHEET
JUNE 30, 2016

	EARLY CHILDHOOD	ELA CCSS GRANT	RI LOCAL INITIATIVE SUPPORT	LITERACY SET ASIDE	PROFESSIONAL DEVELOPMENT	STUDENT EQUITY
ASSETS						
Due from federal and state governments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	19,371	-	500	5,027	9,051	-
TOTAL ASSETS	\$ 19,371	\$ -	\$ 500	\$ 5,027	\$ 9,051	\$ -
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Unearned revenue	19,371	-	500	5,027	9,051	-
TOTAL LIABILITIES	19,371	-	500	5,027	9,051	-
FUND BALANCE						
<i>Restricted for:</i>						
Education	-	-	-	-	-	-
TOTAL FUND BALANCE	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 19,371	\$ -	\$ 500	\$ 5,027	\$ 9,051	\$ -

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING BALANCE SHEET
JUNE 30, 2016

	<u>TECHNOLOGY</u>	<u>TITLE III</u>	<u>AFTER SCHOOL PROGRAM</u>	<u>IDEA PART B</u>	<u>IDEA PRESCHOOL</u>	<u>TITLE I</u>
ASSETS						
Due from federal and state governments	\$ -	\$ -	\$ -	\$ 70,877	\$ 2,472	\$ 66,627
Due from other funds	764	-	16,046	-	-	-
TOTAL ASSETS	<u>\$ 764</u>	<u>\$ -</u>	<u>\$ 16,046</u>	<u>\$ 70,877</u>	<u>\$ 2,472</u>	<u>\$ 66,627</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	70,877	2,472	66,627
Unearned revenue	764	-	16,046	-	-	-
TOTAL LIABILITIES	<u>764</u>	<u>-</u>	<u>16,046</u>	<u>70,877</u>	<u>2,472</u>	<u>66,627</u>
FUND BALANCE						
<i>Restricted for:</i>						
Education	-	-	-	-	-	-
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 764</u>	<u>\$ -</u>	<u>\$ 16,046</u>	<u>\$ 70,877</u>	<u>\$ 2,472</u>	<u>\$ 66,627</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING BALANCE SHEET
JUNE 30, 2016

	<u>TITLE II PROFESSIONAL DEVELOPMENT</u>	<u>ATHLETIC ACTIVITIES</u>	<u>JAMESTOWN EDUCATIONAL FOUNDATION</u>	<u>EXXON GRANT</u>	<u>PLAYGROUND</u>	<u>TECHNOLOGY GRANTS</u>
ASSETS						
Due from federal and state governments	\$ 24,647	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	866	410	653	37	770
TOTAL ASSETS	<u>\$ 24,647</u>	<u>\$ 866</u>	<u>\$ 410</u>	<u>\$ 653</u>	<u>\$ 37</u>	<u>\$ 770</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accrued expenses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	24,647	-	-	-	-	-
Unearned revenue	-	866	410	653	37	770
TOTAL LIABILITIES	<u>24,647</u>	<u>866</u>	<u>410</u>	<u>653</u>	<u>37</u>	<u>770</u>
FUND BALANCE						
Restricted for:						
Education	-	-	-	-	-	-
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 24,647</u>	<u>\$ 866</u>	<u>\$ 410</u>	<u>\$ 653</u>	<u>\$ 37</u>	<u>\$ 770</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING BALANCE SHEET
JUNE 30, 2016

	LIBRARY FUND	STUDENT ACTIVITY FUNDS	TOTAL
ASSETS			
Due from federal and state governments	\$ -	\$ -	\$ 164,623
Due from other funds	1,135	16,733	71,363
	<u>\$ 1,135</u>	<u>\$ 16,733</u>	<u>\$ 235,986</u>
TOTAL ASSETS			
	<u>\$ 1,135</u>	<u>\$ 16,733</u>	<u>\$ 235,986</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accrued expenses	\$ -	\$ -	\$ -
Due to other funds	-	-	164,623
Unearned revenue	1,135	16,733	71,363
	<u>1,135</u>	<u>16,733</u>	<u>235,986</u>
TOTAL LIABILITIES	<u>1,135</u>	<u>16,733</u>	<u>235,986</u>
FUND BALANCE			
<i>Assigned for:</i>			
Education	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCE	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 1,135</u>	<u>\$ 16,733</u>	<u>\$ 235,986</u>

(concluded)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>EARLY CHILDHOOD</u>	<u>ELA CCSS GRANT</u>	<u>LANGUAGE ASSISTANCE</u>	<u>LITERACY SET ASIDE</u>	<u>PROFESSIONAL DEVELOPMENT</u>	<u>STUDENT EQUITY</u>
REVENUES						
Intergovernmental revenue and departmental	\$ 42,951	\$ 2,845	\$ -	\$ -	\$ 3,573	\$ 31,464
Other revenue	-	-	-	-	-	-
TOTAL REVENUES	<u>42,951</u>	<u>2,845</u>	<u>-</u>	<u>-</u>	<u>3,573</u>	<u>31,464</u>
EXPENDITURES						
Education	42,951	2,845	-	-	3,573	31,464
TOTAL EXPENDITURES	<u>42,951</u>	<u>2,845</u>	<u>-</u>	<u>-</u>	<u>3,573</u>	<u>31,464</u>
Excess (deficiency) of Revenues Over (Under)						
Expenditures	-	-	-	-	-	-
FUND BALANCE - July 1, 2015	-	-	-	-	-	-
FUND BALANCE - June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>TECHNOLOGY</u>	<u>TITLE III</u>	<u>AFTER SCHOOL PROGRAM</u>	<u>IDEA PART B</u>	<u>IDEA PRESCHOOL</u>	<u>TITLE I</u>
REVENUES						
Intergovernmental revenue and departmental	\$ -	\$ 574	\$ -	\$ 179,439	\$ 6,616	\$ 160,912
Other revenue	-	-	161	-	-	-
TOTAL REVENUES	<u>-</u>	<u>574</u>	<u>161</u>	<u>179,439</u>	<u>6,616</u>	<u>160,912</u>
EXPENDITURES						
Education	-	574	161	179,439	6,616	160,912
TOTAL EXPENDITURES	<u>-</u>	<u>574</u>	<u>161</u>	<u>179,439</u>	<u>6,616</u>	<u>160,912</u>
Excess (deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - July 1, 2015	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	TITLE II PROFESSIONAL DEVELOPMENT	ATHLETIC ACTIVITIES	JAMESTOWN EDUCATIONAL FOUNDATION	EXXON GRANT	PLAYGROUND	TECHNOLOGY GRANTS
REVENUES						
Intergovernmental revenue and departmental	\$ 44,522	\$ -	\$ -	\$ -	\$ -	\$ -
Other revenue	-	471	2,739	-	-	-
TOTAL REVENUES	<u>44,522</u>	<u>471</u>	<u>2,739</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES						
Education	44,522	471	2,739	-	-	-
TOTAL EXPENDITURES	<u>44,522</u>	<u>471</u>	<u>2,739</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues Over (Under)						
Expenditures	-	-	-	-	-	-
FUND BALANCE - July 1, 2015	-	-	-	-	-	-
FUND BALANCE - June 30, 2016	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
SPECIAL REVENUE RESTRICTED FUNDS - SCHOOL
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	LIBRARY FUND	STUDENT ACTIVITY FUNDS	TOTAL
REVENUES			
Intergovernmental revenue and departmental	\$ -	\$ -	\$ 472,896
Other revenue	2,200	-	5,571
TOTAL REVENUES	2,200	-	478,467
EXPENDITURES			
Education	2,200	-	478,467
TOTAL EXPENDITURES	2,200	-	478,467
Excess (deficiency) of Revenues Over (Under)			
Expenditures	-	-	-
FUND BALANCE - July 1, 2015	-	-	-
FUND BALANCE - June 30, 2016	\$ -	\$ -	\$ -

(concluded)

**SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
NON-MAJOR CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2016**

	<u>SCHOOL CAPITAL IMPROVEMENT FUND</u>	<u>WETLAND OPEN SPACE</u>	<u>LIBRARY BUILDING FUND</u>	<u>LIBRARY CAPITAL CAMPAIGN</u>	<u>TOTAL</u>
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ 670	\$ 39,272	\$ 39,942
Due from other funds	312,781	16,863	-	-	329,644
TOTAL ASSETS	<u>\$ 312,781</u>	<u>\$ 16,863</u>	<u>\$ 670</u>	<u>\$ 39,272</u>	<u>\$ 369,586</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	22,584	-	-	-	22,584
TOTAL LIABILITIES	<u>22,584</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,584</u>
FUND BALANCE					
<i>Committed for:</i>					
Public works programs	290,197	16,863	670	39,272	347,002
TOTAL FUND BALANCE	<u>290,197</u>	<u>16,863</u>	<u>670</u>	<u>39,272</u>	<u>347,002</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 312,781</u>	<u>\$ 16,863</u>	<u>\$ 670</u>	<u>\$ 39,272</u>	<u>\$ 369,586</u>

**SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
NON-MAJOR CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Fiscal Year Ended June 30, 2016**

	SCHOOL CAPITAL IMPROVEMENT FUND	WETLAND OPEN SPACE	LIBRARY BUILDING FUND	LIBRARY CAPITAL CAMPAIGN	TOTAL
REVENUES					
Intergovernmental and departmental	\$ 8,495	\$ -	\$ -	\$ 10,000	\$ 18,495
Interest from investments	-	-	155	-	155
TOTAL REVENUES	8,495	-	155	10,000	18,650
EXPENDITURES					
Capital outlay	61,663	-	30,379	-	92,042
Non-capital	44,682	-	360	728	45,770
TOTAL EXPENDITURES	106,345	-	30,739	728	137,812
Excess (deficiency) of Revenues Over (Under)					
Expenditures Before Other Financing Sources (Uses)	(97,850)	-	(30,584)	9,272	(119,162)
OTHER FINANCING SOURCES (USES)					
Transfer in from other funds	138,360	-	-	-	138,360
Transfer out to other funds	-	-	-	(10,000)	(10,000)
TOTAL OTHER FINANCING SOURCES (USES)	138,360	-	-	(10,000)	128,360
Net change in fund balances	40,510	-	(30,584)	(728)	9,198
FUND BALANCE - July 1, 2015	249,687	16,863	31,254	40,000	337,804
FUND BALANCE - June 30, 2016	<u>\$ 290,197</u>	<u>\$ 16,863</u>	<u>\$ 670</u>	<u>\$ 39,272</u>	<u>\$ 347,002</u>

TOWN OF JAMESTOWN, RHODE ISLAND
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES AND EXPENDITURES -
BUDGETARY BASIS (NON-GAAP)
For the Fiscal Year Ended June 30, 2016

	HARBOR MANAGEMENT FUND			WATER FUND		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUE						
Assessments and user fees	\$ 216,228	\$ 235,604	\$ 19,376	\$ 1,016,484	\$ 1,044,576	\$ 28,092
Other operating revenues	-	-	-	167,175	164,937	(2,238)
TOTAL OPERATING REVENUE	<u>216,228</u>	<u>235,604</u>	<u>19,376</u>	<u>1,183,659</u>	<u>1,209,513</u>	<u>25,854</u>
OPERATING EXPENSES						
Salaries and benefits	109,774	79,686	30,088	395,991	390,474	5,517
Material, supplies and maintenance	91,454	92,234	(780)	248,600	313,616	(65,016)
Depreciation and amortization	-	19,038	(19,038)	-	200,430	(200,430)
Capital improvements	15,000	98,475	(83,475)	50,000	-	50,000
TOTAL OPERATING EXPENSES	<u>216,228</u>	<u>289,433</u>	<u>(73,205)</u>	<u>694,591</u>	<u>904,520</u>	<u>(209,929)</u>
Operating Income (Loss)	-	(53,829)	(53,829)	489,068	304,993	(184,075)
NON-OPERATING REVENUES (EXPENSES)						
Transfer-in/(out)	-	(60,000)	(60,000)	-	-	-
Interest expense	-	-	-	(158,367)	(155,071)	3,296
Principal payments	-	-	-	(330,701)	(330,701)	-
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>-</u>	<u>(60,000)</u>	<u>(60,000)</u>	<u>(489,068)</u>	<u>(485,772)</u>	<u>3,296</u>
Net Income	<u>\$ -</u>	<u>\$ (113,829)</u>	<u>\$ (113,829)</u>	<u>\$ -</u>	<u>\$ (180,779)</u>	<u>\$ (180,779)</u>

TOWN OF JAMESTOWN, RHODE ISLAND
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES AND EXPENSES-
BUDGETARY BASIS (NON-GAAP)
For the Fiscal Year Ended June 30, 2016

	SEWER FUND			ON-SITE WASTEWATER			TOTALS		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
OPERATING REVENUE									
Assessments and user fees	\$ 651,392	\$ 1,119,436	\$ 468,044	\$ 36,240	\$ 36,240	\$ -	\$ 1,920,344	\$ 2,435,856	\$ 515,512
Other operating revenues	-	-	-	-	-	-	167,175	164,937	(2,238)
TOTAL OPERATING REVENUE	<u>651,392</u>	<u>1,119,436</u>	<u>468,044</u>	<u>36,240</u>	<u>36,240</u>	<u>-</u>	<u>2,087,519</u>	<u>2,600,793</u>	<u>513,274</u>
OPERATING EXPENSES									
Salaries and benefits	383,483	406,711	(23,228)	30,000	20,492	9,508	919,248	897,363	21,885
Material, supplies and maintenance	250,909	234,192	16,717	6,240	1,675	4,565	597,203	641,717	(44,514)
Depreciation and amortization	-	451,411	(451,411)	-	-	-	-	670,879	(670,879)
Capital improvements	25,000	-	25,000	-	-	-	90,000	98,475	(8,475)
TOTAL OPERATING EXPENSES	<u>659,392</u>	<u>1,092,314</u>	<u>(432,922)</u>	<u>36,240</u>	<u>22,167</u>	<u>14,073</u>	<u>1,606,451</u>	<u>2,308,434</u>	<u>(701,983)</u>
Operating Income (Loss)	<u>(8,000)</u>	<u>27,122</u>	<u>35,122</u>	<u>-</u>	<u>14,073</u>	<u>14,073</u>	<u>481,068</u>	<u>292,359</u>	<u>(188,709)</u>
NON-OPERATING REVENUES (EXPENSES)									
Transfer-in/(out)	8,000	8,000	-	-	-	-	8,000	(52,000)	-
Interest expense	-	(58,754)	(58,754)	-	-	-	(158,367)	(213,825)	(55,458)
Principal payments	-	(406,906)	(406,906)	-	-	-	(330,701)	(737,607)	(406,906)
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>8,000</u>	<u>(457,660)</u>	<u>(465,660)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(481,068)</u>	<u>(1,003,432)</u>	<u>(462,364)</u>
Net Income	<u>\$ -</u>	<u>\$ (430,538)</u>	<u>\$ (430,538)</u>	<u>\$ -</u>	<u>\$ 14,073</u>	<u>\$ 14,073</u>	<u>\$ -</u>	<u>\$ (711,073)</u>	<u>\$ (651,073)</u>

**SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
COMBINING STATEMENT OF NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2016**

	<u>ANNA J. AMBRUST FUND</u>	<u>FREEBODY FUND</u>	<u>ELIZABETH STONE SCHOLARSHIP FUND</u>	<u>TOTAL</u>
ASSETS				
Cash & equivalents	\$ 1,230	\$ 1,196	\$ 129,296	\$ 131,722
Total assets	<u>\$ 1,230</u>	<u>\$ 1,196</u>	<u>\$ 129,296</u>	<u>\$ 131,722</u>
 NET ASSETS				
Held in trust for other purposes	1,230	1,196	129,296	131,722
Total net assets	<u>\$ 1,230</u>	<u>\$ 1,196</u>	<u>\$ 129,296</u>	<u>\$ 131,722</u>

**SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
COMBINING STATEMENT OF CHANGES IN NET ASSETS
PRIVATE PURPOSE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

	ANNA J. AMBRUST FUND	FREEBODY FUND	ELIZABETH STONE SCHOLARSHIP FUND	TOTAL
ADDITIONS				
Interest and dividends	\$ 6	\$ 1	\$ 490	\$ 497
Total additions	6	1	490	497
DEDUCTIONS				
Scholarship awards	-	-	5,000	5,000
Total deductions	-	-	5,000	5,000
Change in net assets	6	1	(4,510)	(4,503)
Net assets - beginning of year	1,224	1,195	133,806	136,225
Net assets - end of year	\$ 1,230	\$ 1,196	\$ 129,296	\$ 131,722

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Town General Fund Balance Sheet
Funds Combined with General Fund for GASB 54 Purposes
June 30, 2016

	<u>General Fund</u>	<u>School Fund</u>	<u>Other GASB 54 Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 8,930,173	\$ 10	\$ 69,198	\$ 8,999,381
Accounts receivable:				
Accounts receivable net	292,426	-	-	292,426
Other receivables	185,326	8,565	4,245	198,136
Internal balances	1,361,961	2,754,877	(53,500)	4,063,338
Other Assets - net	214,608	-	-	214,608
TOTAL ASSETS	<u>\$ 10,984,494</u>	<u>\$ 2,763,452</u>	<u>\$ 19,943</u>	<u>\$ 13,767,889</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 435,798	\$ 107,439	\$ -	\$ 543,237
Accrued expenses	117,832	143,471	-	261,303
Internal balances	4,869,250	231,947	(220,000)	4,881,197
Total liabilities	<u>5,422,880</u>	<u>482,857</u>	<u>(220,000)</u>	<u>5,685,737</u>
DEFERRED INFLOW OF RESOURCES				
Unavailable tax revenue	74,096	-	-	74,096
Fund balances:				
<i>Nonspendable:</i>				
Inventories	15,051	-	-	15,051
Prepays	199,557	-	-	199,557
<i>Restricted for:</i>				
Educational programs	-	540,049	-	540,049
<i>Committed for:</i>				
2017 budgeted operations	150,000	204,829	-	354,829
Capital programs	-	99,245	-	99,245
Post employment healthcare	-	1,150,000	-	1,150,000
Compensated absences	514,709	286,472	-	801,181
<i>Assigned for:</i>				
Public safety	-	-	35,318	35,318
Public works	-	-	250	250
Recreation	-	-	132,528	132,528
Public welfare	-	-	71,847	71,847
<i>Unassigned:</i>	4,608,201	-	-	4,608,201
Total fund balances	<u>5,487,518</u>	<u>2,280,595</u>	<u>239,943</u>	<u>8,008,056</u>
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE	<u>\$ 10,984,494</u>	<u>\$ 2,763,452</u>	<u>\$ 19,943</u>	<u>\$ 13,767,889</u>

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Statement of Revenues, Expenditures
and Changes in Fund Balances
Town General Fund
Funds Combined with General Fund for GASB 54 Purposes
For the Fiscal Year Ended June 30, 2016

	<u>Town Operations</u>	<u>School Operations</u>	<u>Other GASB 54 Funds</u>	<u>Total</u>
Revenues				
Property tax	\$ 18,881,135	\$ -	\$ -	\$ 18,881,135
Intergovernmental and departmental revenue	1,387,316	1,150,395	-	2,537,711
License and permits	925,893	-	68,597	994,490
Fines and interest on late payments	183,658	-	-	183,658
Interest on investments	35,031	-	-	35,031
Other revenues	136,796	-	52,813	189,609
Total revenues	<u>21,549,829</u>	<u>1,150,395</u>	<u>121,410</u>	<u>22,821,634</u>
Expenditures				
Legislative, judicial and general administrative	2,222,013	-	-	2,222,013
Financial administration and tax assessor	324,418	-	-	324,418
Public safety	2,297,174	-	2,703	2,299,877
Public works	1,692,095	-	-	1,692,095
Public welfare	3,964	-	16,117	20,081
Public health	489,360	-	-	489,360
Tree warden	32,093	-	-	32,093
Library	407,383	-	19,596	426,979
Parks & recreation	502,782	-	107,215	609,997
Other	83,965	-	-	83,965
Education	-	12,370,133	-	12,370,133
Debt service:				
Principal	750,925	-	-	750,925
Interest	308,928	-	-	308,928
Bond issuance cost	46,485	-	-	46,485
Total expenditures	<u>9,161,585</u>	<u>12,370,133</u>	<u>145,631</u>	<u>21,677,349</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>12,388,244</u>	<u>(11,219,738)</u>	<u>(24,221)</u>	<u>1,144,285</u>
Other financing sources (uses)				
Transfers from other funds	210,000	10,710,950	10,000	10,930,950
Transfers to other funds	(11,994,450)	(138,360)	-	(12,132,810)
Issuance of refunding bonds	4,830,000	-	-	4,830,000
Premium on refunding	396,568	-	-	396,568
Payment to refunding bond escrow agent	(5,135,905)	-	-	(5,135,905)
Cost of issuance	(90,663)	-	-	(90,663)
Total other financing sources (uses)	<u>(11,784,450)</u>	<u>10,572,590</u>	<u>10,000</u>	<u>(1,201,860)</u>
Excess of revenues and other sources over(under) expenditures and other uses	<u>603,794</u>	<u>(647,148)</u>	<u>(14,221)</u>	<u>(57,575)</u>
Fund balances - beginning	<u>4,883,724</u>	<u>2,927,743</u>	<u>254,164</u>	<u>8,065,631</u>
Fund balances - ending	<u>\$ 5,487,518</u>	<u>\$ 2,280,595</u>	<u>\$ 239,943</u>	<u>\$ 8,008,056</u>

TOWN OF JAMESTOWN, RHODE ISLAND
NOTES TO SUPPLEMENTARY INFORMATION
JUNE 30, 2016

The accompanying Statement of Revenues, Expenditures (GAAP or Budgetary Basis Non-GAAP) presents comparisons of the legally adopted budget with actual data on a budgetary basis. Because accounting principals applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, entity and timing differences in the excess (deficiency) of revenues and other financial resources over expenditure / expenses and other uses of financial resources for the year ended June 30, 2016 is presented below:

	<u>General Fund GAAP Basis</u>	<u>School Department GAAP Basis</u>	<u>Combined GAAP Basis</u>
Excess (deficiency) of revenues and other sources over (under) expenditures/expenses and other uses (Non-GAAP basis)	\$ 603,794	\$ (374,379)	\$ 229,415
<i>Adjustments:</i>			
Use of accumulated fund balance surplus	-	(272,769)	(272,769)
Excess of revenues and other sources over expenditures and other uses of funds classified with the General Fund for purposes of GASB Statement No. 54	-	-	(14,221)
Excess (deficiency) of revenues and other sources over (under) expenditures/expenses and other uses (GAAP basis)	\$ 603,794	\$ (647,148)	\$ (57,575)

**SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
School Department Operations
Schedule of Revenues and Expenditures
For the Fiscal Year Ended June 30, 2016**

	ACTUAL
REVENUES	
Intergovernmental and departmental revenue	\$ 1,150,395
TOTAL REVENUES	1,150,395
EXPENDITURES	
Personnel Services - Compensation	5,446,726
Personnel Services - Benefits	3,064,384
Professional Services	231,686
Purchased Property Services	96,197
Other Purchased Services	3,164,260
Supplies and materials	293,124
Capital Outlay - Equipment	46,661
Dues and Fees	27,095
TOTAL EXPENDITURES	12,370,133
Excess (deficiency) of Revenues Over (Under) Expenditures Before Operating Transfers	(11,219,738)
OPERATING TRANSFERS	
Town appropriation	10,710,950
Transfers out	(138,360)
TOTAL OPERATING TRANSFERS	10,572,590
Excess of Revenues and Operating Transfers Over (Under) Expenditures	(647,148)
Operational Reserves - beginning	2,927,743
Operational Reserves - ending	\$ 2,280,595

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - School Department Operations
Schedule of Revenues and Expenditures
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
Intergovernmental and departmental revenue	\$ 668,952	\$ 668,952	\$ 780,190	\$ 111,238
TOTAL REVENUES	<u>668,952</u>	<u>668,952</u>	<u>780,190</u>	<u>111,238</u>
EXPENDITURES				
Education	11,629,592	11,629,592	11,999,928	(370,336)
TOTAL EXPENDITURES	<u>11,629,592</u>	<u>11,629,592</u>	<u>11,999,928</u>	<u>(370,336)</u>
Excess (deficiency) of Revenues Over (Under) Expenditures Before Operating Transfers	<u>(10,960,640)</u>	<u>(10,960,640)</u>	<u>(11,219,738)</u>	<u>(259,098)</u>
OPERATING TRANSFERS				
Town appropriation	10,710,950	10,710,950	10,710,950	-
Use of prior year accumulated surplus	272,769	272,769	272,769	-
Transfer out to capital	(23,079)	(23,079)	(138,360)	(115,281)
TOTAL OPERATING TRANSFERS	<u>10,960,640</u>	<u>10,960,640</u>	<u>10,845,359</u>	<u>(115,281)</u>
Excess of Revenues and Operating Transfers Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (374,379)</u>	<u>\$ (374,379)</u>

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - School Department Operations
Budget and Actual Schedule of Revenues
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES				
State Aid	\$ 521,252	\$ 521,252	\$ 552,549	\$ 31,297
Preschool tuition	43,200	43,200	54,990	11,790
Medicaid reimbursement	100,000	100,000	158,080	58,080
Miscellaneous	4,500	4,500	14,571	10,071
TOTAL REVENUES	<u>668,952</u>	<u>668,952</u>	<u>780,190</u>	<u>111,238</u>
OTHER FINANCING SOURCES				
Town appropriation	10,710,950	10,710,950	10,710,950	-
Use of prior year accumulated surplus	272,769	272,769	272,769	-
TOTAL OTHER FINANCING SOURCES	<u>10,983,719</u>	<u>10,983,719</u>	<u>10,983,719</u>	<u>-</u>
 TOTAL REVENUES AND OTHER FINANCING SOURCES	 <u>\$ 11,652,671</u>	 <u>\$ 11,652,671</u>	 <u>\$ 11,763,909</u>	 <u>\$ 111,238</u>

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Budgetary Comparison Schedule - School Department Operations
Budget and Actual Schedule of Expenditures
For the Fiscal Year Ended June 30, 2016

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Personnel Services - Compensation	\$ 5,510,685	\$ 5,510,685	\$ 5,446,726	\$ 63,959
Personnel Services - Benefits	2,246,624	2,246,624	2,694,179	(447,555)
Professional Services	202,441	202,441	231,686	(29,245)
Purchased Property Services	103,542	103,542	96,197	7,345
Other Purchased Services	3,132,053	3,132,053	3,164,260	(32,207)
Supplies and materials	370,497	370,497	293,124	77,373
Capital Outlay - Equipment	36,650	36,650	46,661	(10,011)
Dues and Fees	27,100	27,100	27,095	5
Total Expenditures	<u>11,629,592</u>	<u>11,629,592</u>	<u>11,999,928</u>	<u>(370,336)</u>
Transfer out capital	<u>23,079</u>	<u>23,079</u>	<u>138,360</u>	<u>(115,281)</u>
Total Expenditures and other financing uses	<u><u>\$ 11,652,671</u></u>	<u><u>\$ 11,652,671</u></u>	<u><u>\$ 12,138,288</u></u>	<u><u>\$ (485,617)</u></u>

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Balance Sheet
Other Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2016

	Police Drug Forfeiture Account	Animal Shelter	Senior Center Programs	Teen Center Program	Tree Donation	Fire Dept. Planting Review	Fire Dept. Burn Permit	Plotter Vault	Farmland Preservation	Library Gifts	Recreation Special Revenue
ASSETS:											
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:											
Other	-	-	-	-	-	-	-	-	-	-	-
Due from:											
Other funds	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES:											
LIABILITIES:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to:											
Other funds	(1,105)	(4,000)	(4,694)	(6,829)	(1,961)	(15,501)	(2,921)	(250)	(39,605)	(14,956)	(75,958)
TOTAL LIABILITIES	<u>(1,105)</u>	<u>(4,000)</u>	<u>(4,694)</u>	<u>(6,829)</u>	<u>(1,961)</u>	<u>(15,501)</u>	<u>(2,921)</u>	<u>(250)</u>	<u>(39,605)</u>	<u>(14,956)</u>	<u>(75,958)</u>
FUND BALANCE:											
Assigned for:											
Public safety	1,105	-	-	-	-	15,501	2,921	-	-	-	-
Public works	-	-	-	-	-	-	-	250	-	-	-
Recreation	-	-	-	-	-	-	-	-	39,605	-	75,958
Public welfare	-	4,000	4,694	6,829	1,961	-	-	-	-	14,956	-
Unassigned:											
TOTAL FUND BALANCE	<u>1,105</u>	<u>4,000</u>	<u>4,694</u>	<u>6,829</u>	<u>1,961</u>	<u>15,501</u>	<u>2,921</u>	<u>250</u>	<u>39,605</u>	<u>14,956</u>	<u>75,958</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Balance Sheet
Other Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2016

	Friends of Jamestown Center	Jamestown Library Trustee	West Ferry Sewer	North end Fire Prevention	4 Grinnell Street	Trail Guide	Kids Rock	Fire Department Inspections	Fort Getty Pavilion	Jamestown First Plunge	TOTAL
ASSETS:											
Cash and cash equivalents	\$ 7,108	\$ 2,449	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 54,050	\$ 5,591	\$ 69,198
Receivables:											
Other	-	-	4,245	-	-	-	-	-	-	-	4,245
Due from:											
Other funds	-	-	-	-	-	-	-	-	(53,500)	-	(53,500)
TOTAL ASSETS	<u>\$ 7,108</u>	<u>\$ 2,449</u>	<u>\$ 4,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 550</u>	<u>\$ 5,591</u>	<u>\$ 19,943</u>
LIABILITIES AND FUND BALANCES:											
LIABILITIES:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to:											
Other funds	(518)	-	(2,353)	(1,387)	(27,302)	(4,226)	(2,030)	(14,404)	-	-	(220,000)
TOTAL LIABILITIES	<u>(518)</u>	<u>-</u>	<u>(2,353)</u>	<u>(1,387)</u>	<u>(27,302)</u>	<u>(4,226)</u>	<u>(2,030)</u>	<u>(14,404)</u>	<u>-</u>	<u>-</u>	<u>(220,000)</u>
FUND BALANCE:											
Assigned for:											
Public safety	-	-	-	1,387	-	-	-	14,404	-	-	35,318
Public works	-	-	-	-	-	-	-	-	-	-	250
Recreation	-	-	6,598	-	-	4,226	-	-	550	5,591	132,528
Public welfare	7,626	2,449	-	-	27,302	-	2,030	-	-	-	71,847
Unassigned:	-	-	-	-	-	-	-	-	-	-	-
TOTAL FUND BALANCE	<u>7,626</u>	<u>2,449</u>	<u>6,598</u>	<u>1,387</u>	<u>27,302</u>	<u>4,226</u>	<u>2,030</u>	<u>14,404</u>	<u>550</u>	<u>5,591</u>	<u>239,943</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 7,108</u>	<u>\$ 2,449</u>	<u>\$ 4,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 550</u>	<u>\$ 5,591</u>	<u>\$ 19,943</u>

(Concluded)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Other Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2016

	Police Drug Forfeiture Account	Animal Shelter	Senior Center Programs	Teen Center Program	Tree Donation	Fire Dept. Planting Review	Fire Dept. Burn Permit	Plotter Vault	Farmland Preservation	Library Gifts	Recreation Special Revenue
REVENUES:											
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, fees and fines	-	-	-	-	-	-	-	-	-	-	64,452
Other revenue	200	-	7,270	6,753	200	1,620	516	250	-	10,415	-
TOTAL REVENUES	<u>200</u>	<u>-</u>	<u>7,270</u>	<u>6,753</u>	<u>200</u>	<u>1,620</u>	<u>516</u>	<u>250</u>	<u>-</u>	<u>10,415</u>	<u>64,452</u>
EXPENDITURES:											
Current:											
Public safety	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-
Public welfare	-	-	2,576	12,658	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-	-	8,864	-
Parks & recreation	-	-	-	-	-	-	-	-	-	-	45,470
Capital:											
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>2,576</u>	<u>12,658</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,864</u>	<u>45,470</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>200</u>	<u>-</u>	<u>4,694</u>	<u>(5,905)</u>	<u>200</u>	<u>1,620</u>	<u>516</u>	<u>250</u>	<u>-</u>	<u>1,551</u>	<u>18,982</u>
OTHER FINANCING SOURCES (USES)											
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>200</u>	<u>-</u>	<u>4,694</u>	<u>(5,905)</u>	<u>200</u>	<u>1,620</u>	<u>516</u>	<u>250</u>	<u>-</u>	<u>1,551</u>	<u>18,982</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>905</u>	<u>4,000</u>	<u>-</u>	<u>12,734</u>	<u>1,761</u>	<u>13,881</u>	<u>2,405</u>	<u>-</u>	<u>39,605</u>	<u>13,405</u>	<u>56,976</u>
FUND BALANCE AT END OF YEAR	<u>\$ 1,105</u>	<u>\$ 4,000</u>	<u>\$ 4,694</u>	<u>\$ 6,829</u>	<u>\$ 1,961</u>	<u>\$ 15,501</u>	<u>\$ 2,921</u>	<u>\$ 250</u>	<u>\$ 39,605</u>	<u>\$ 14,956</u>	<u>\$ 75,958</u>

(Continued)

SUPPLEMENTARY INFORMATION
TOWN OF JAMESTOWN, RHODE ISLAND
Schedule of Revenues, Expenditures, Other Financing Sources (Uses) and
Changes in Fund Balance
Other Funds Combined with Town General Fund for GASB 54 Purposes
June 30, 2016

	Friends of Jamestown Center	Jamestown Library Trustee	West Ferry Sewer	North end Fire Prevention	4 Grinnell Street	Trail Guide	Kids Rock	Fire Department Inspections	Fort Getty Pavilion	Jamestown First Plunge	TOTAL
REVENUES:											
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, fees and fines	-	-	-	-	-	-	-	4,145	-	-	68,597
Other revenue	50	-	-	-	-	3,199	-	-	11,000	11,340	52,813
TOTAL REVENUES	<u>50</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,199</u>	<u>-</u>	<u>4,145</u>	<u>11,000</u>	<u>11,340</u>	<u>121,410</u>
EXPENDITURES:											
Current:											
Public safety	-	-	-	-	-	-	-	2,703	-	-	2,703
Public works	-	-	-	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	815	68	-	-	-	-	16,117
Library	10	10,722	-	-	-	-	-	-	-	-	19,596
Parks & recreation	-	-	-	-	-	-	-	-	50,500	11,245	107,215
Capital:											
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>10</u>	<u>10,722</u>	<u>-</u>	<u>-</u>	<u>815</u>	<u>68</u>	<u>-</u>	<u>2,703</u>	<u>50,500</u>	<u>11,245</u>	<u>145,631</u>
Excess of Revenues Over (Under) Expenditures Before Other Financing Sources (Uses)	<u>40</u>	<u>(10,722)</u>	<u>-</u>	<u>-</u>	<u>(815)</u>	<u>3,131</u>	<u>-</u>	<u>1,442</u>	<u>(39,500)</u>	<u>95</u>	<u>(24,221)</u>
OTHER FINANCING SOURCES (USES)											
Transfers in	-	10,000	-	-	-	-	-	-	-	-	10,000
Transfers out	-	-	-	-	-	-	-	-	-	-	-
NET OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCE	<u>40</u>	<u>(722)</u>	<u>-</u>	<u>-</u>	<u>(815)</u>	<u>3,131</u>	<u>-</u>	<u>1,442</u>	<u>(39,500)</u>	<u>95</u>	<u>(14,221)</u>
FUND BALANCE AT BEGINNING OF YEAR	<u>7,586</u>	<u>3,171</u>	<u>6,598</u>	<u>1,387</u>	<u>28,117</u>	<u>1,095</u>	<u>2,030</u>	<u>12,962</u>	<u>40,050</u>	<u>5,496</u>	<u>254,164</u>
FUND BALANCE AT END OF YEAR	<u>\$ 7,626</u>	<u>\$ 2,449</u>	<u>\$ 6,598</u>	<u>\$ 1,387</u>	<u>\$ 27,302</u>	<u>\$ 4,226</u>	<u>\$ 2,030</u>	<u>\$ 14,404</u>	<u>\$ 550</u>	<u>\$ 5,591</u>	<u>\$ 239,943</u>

(Concluded)

STATISTICAL SECTION

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

TOWN OF JAMESTOWN, RHODE ISLAND
SCHEDULE OF TAX COLLECTIONS
For the Fiscal Year Ended June 30, 2016

FISCAL YEAR END	BALANCE July 1, 2015	CURRENT YEAR ASSESSMENT	REFUNDS	ADDITIONS AND ADJUSTMENTS	ABATEMENTS	AMOUNT TO BE COLLECTED	CURRENT YEAR COLLECTIONS	June 30, 2016
2016	\$ -	\$ 20,313,938	\$ 50,747	\$ (201,833)	\$ 694,874	19,467,978	\$ 19,297,212	170,766
2015	141,038	-	1,166	222,084	1,383	362,905	355,923	6,982
2014	5,400	-	262	(2)	96	5,564	1,078	4,486
2013	7,328	-	-	-	-	7,328	710	6,618
2012	7,245	-	-	-	-	7,245	264	6,981
2011	8,741	-	-	(188)	-	8,553	445	8,108
2010	6,751	-	-	(585)	-	6,166	333	5,833
2009	4,628	-	-	585	-	5,213	479	4,734
2008	4,231	-	-	-	-	4,231	288	3,943
2007	2,733	-	-	-	-	2,733	213	2,520
2006	3,612	-	-	-	-	3,612	295	3,317
2005	1,584	-	-	-	65	1,519	-	1,519
2004 & Prior	63,198	-	-	-	749	62,449	19	62,430
	<u>\$ 256,489</u>	<u>\$ 20,313,938</u>	<u>\$ 52,175</u>	<u>\$ 20,061</u>	<u>\$ 697,167</u>	<u>\$ 19,945,496</u>	<u>\$ 19,657,259</u>	<u>\$ 288,237</u>

SCHEDULE OF MOST RECENT NET ASSESSED PROPERTY VALUE BY CATEGORY

DESCRIPTION OF PROPERTY	VALUATIONS	LEVY
Real property	\$ 2,152,433,300	\$ 18,898,364
Motor vehicles	73,205,929	1,055,629
Tangible personal	14,572,872	127,950
TOTAL	<u>2,240,212,101</u>	<u>20,081,944</u>
Less exemptions	43,398,700	231,994
NET ASSESSED VALUE	<u>\$ 2,196,813,401</u>	<u>\$ 20,313,938</u>

RECONCILIATION OF CURRENT YEAR PROPERTY TAX REVENUE

Current year collections	\$ 19,657,259
Less: Refunds, adjustments	<u>(143,054)</u>
Reserve collected within 60 days subsequent to fiscal year ending June 30, 2016	<u>218,330</u>
Prior year revenue received in current year	<u>(242,539)</u>
CURRENT YEAR REAL ESTATE PROPERTY TAX & EXCISE TAX REVENUE	<u>\$ 19,489,996</u>

TOWN OF JAMESTOWN, RHODE ISLAND
SCHEDULE OF LONG-TERM DEBT - GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2016

PURPOSE	DATE OF ISSUANCE	INTEREST RATE	DATE OF MATURITY	AUTHORIZED AND ISSUED	OUTSTANDING July 1, 2015	ADDITIONS	MATURITIES DURING YEAR	ISSUES REFUNDED	OUTSTANDING June 30, 2016	Interest Paid
GENERAL OBLIGATION BONDS PAYABLE										
General Obligation Bond	6/15/2008	4.15-4.25%	6/15/2033	\$ 4,900,000	\$ 3,985,000	\$ -	\$ 255,000	\$ 3,220,000	\$ 510,000	22,950
Town Hall Bond	4/1/2007	3.89%	4/1/2027	3,300,000	1,980,000	-	165,000	1,650,000	165,000	39,394
Landfill Closure Bonds	8/15/2013	2.00-2.50%	12/1/2023	1,000,000	900,002	-	100,000	-	800,002	22,500
Refunding Bonds	8/15/2013	2.00-2.50%	12/1/2023	1,483,175	1,440,589	-	230,925	-	1,209,664	27,569
Refunding Bonds	5/5/2016	2.00-3.00%	4/1/2033	4,830,000	-	4,830,000	-	-	4,830,000	-
Issuance premium on bonds					127,114	396,568	71,752	-	451,930	-
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u>15,513,175</u>	<u>8,432,705</u>	<u>5,226,568</u>	<u>822,677</u>	<u>4,870,000</u>	<u>7,966,596</u>	<u>112,413</u>
TOTAL BONDS PAYABLE - GOVERNMENTAL ACTIVITIES				<u>\$ 15,513,175</u>	<u>\$ 8,432,705</u>	<u>\$ 5,226,568</u>	<u>\$ 822,677</u>	<u>\$ 4,870,000</u>	<u>\$ 7,966,596</u>	<u>\$ -</u>
Capital lease					\$ -	\$ 634,331	\$ 39,331	\$ -	\$ 595,000	\$ 5,188
OTHER LONG-TERM LIABILITIES										
Net Pension Asset					(422,956)	-	304,407	-	(118,549)	
Net Pension Liability					7,893,162	997,681	-	-	8,890,843	
Net OPEB Obligation					2,332,207	111,417	368,969	-	2,074,655	
Accrued Compensated Absences					723,783	77,399	-	-	801,182	
TOTAL OTHER LONG-TERM LIABILITIES					<u>10,526,196</u>	<u>1,186,497</u>	<u>673,376</u>	<u>-</u>	<u>11,648,131</u>	
TOTAL LONG-TERM LIABILITIES - GOVERNMENTAL ACTIVITIES					<u>\$ 18,958,901</u>	<u>\$ 7,047,396</u>	<u>\$ 1,535,384</u>	<u>\$ 4,870,000</u>	<u>\$ 20,209,727</u>	

TOWN OF JAMESTOWN, RHODE ISLAND
SCHEDULE OF LONG-TERM DEBT - ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2016

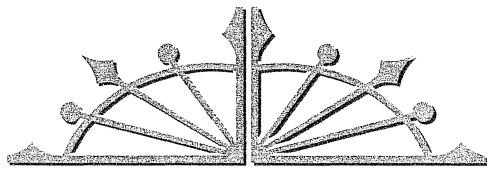
PURPOSE	DATE OF ISSUANCE	INTEREST RATE	DATE OF MATURITY	AUTHORIZED AND ISSUED	OUTSTANDING July 1, 2015	NEW ISSUES	MATURITIES DURING YEAR	OUTSTANDING June 30, 2016
WATER FUND								
Clean Water	3/7/2007	3.05%	9/1/2028	\$ 6,200,000	\$ 4,496,000	-	\$ 277,000	\$ 4,219,000
Refunding Bonds	8/15/2013	2.00-2.50%	12/1/2023	<u>55,214</u>	<u>53,701</u>	-	<u>53,701</u>	-
TOTAL WATER FUND OBLIGATION				<u>\$ 6,255,214</u>	<u>\$ 4,549,701</u>	<u>\$ -</u>	<u>\$ 330,701</u>	<u>\$ 4,219,000</u>
SEWER FUND								
Refunding Bonds	8/15/2013	2.00-2.50%	12/1/2023	\$ 31,611	\$ 30,706	-	\$ 5,372	\$ 25,334
Sewer Plant Rehabilitation-CW	12/15/2005	1.371%	9/1/2025	2,000,000	1,100,000	-	100,000	1,000,000
Sewer Plant Rehabilitation-CW	10/24/2002	1.022%	9/1/2022	<u>5,500,000</u>	<u>2,638,411</u>	-	<u>301,534</u>	<u>2,336,877</u>
TOTAL SEWER FUND OBLIGATION				<u>\$ 7,531,611</u>	<u>\$ 3,769,117</u>	<u>\$ -</u>	<u>\$ 406,906</u>	<u>\$ 3,362,211</u>
TOTAL ENTERPRISE FUNDS				<u>\$ 13,786,825</u>	<u>\$ 8,318,818</u>	<u>\$ -</u>	<u>\$ 737,607</u>	<u>\$ 7,581,211</u>

TOWN OF JAMESTOWN, RHODE ISLAND
Computation of Legal Debt Margin
June 30, 2016

Grossed assessed value	\$ 2,240,212,101
Less: exemptions and adjustments	43,398,700
Total taxable assessed value	<u><u>\$ 2,196,813,401</u></u>
Debt Limit - 3 percent of total assessed value	\$ 65,904,402
Amount of debt applicable to debt limit:	
Total bonded debt	7,514,666
Legal debt margin	<u><u>\$ 58,389,736</u></u>

***TOWN OF JAMESTOWN
RHODE ISLAND***

***AUDITOR'S REPORT AS REQUIRED BY
GOVERNMENT AUDITING STANDARDS***



BAXTER DANSEREAU & ASSOCIATES, LLP

Accounting, Consulting & Tax Services

Partners
William J. Baxter, Jr., CPA
Paul L. Dansereau, CPA

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the Town of Jamestown, Rhode Island as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Town of Jamestown's basic financial statements, and have issued our report thereon dated December 27, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Town of Jamestown'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 the Town of Jamestown's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Jamestown'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 the Town of Jamestown's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



Baxter, Dansereau & Associates, LLP

West Warwick, Rhode Island

December 27, 2016

TOWN OF JAMESTOWN, RHODE ISLAND
Schedule of Findings
For The Year Ended June 30, 2016

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of Auditors report issued: Unmodified

Internal control over financial reporting:

Significant deficiency (ies) identified? yes X no

Significant deficiency (ies) identified that are considered material weaknesses? yes X none reported

Noncompliance material to financial statements noted? yes X no

SECTION II – FINANCIAL STATEMENT FINDINGS yes X none