CITY OF PROVIDENCE
Jorge O. Elorza, Mayor

Memorandum

TO: Providence City Council Members
FROM: Dante Bellini, Controller
CC: Tina L. Mastroianni, Acting City Clerk
Gina Costa, Internal Auditor
Lawrence J. Mancini, Chief Financial Officer
Sara Silveria, Finance Director
Krystle Lindberg, Deputy Finance Director
Cory Martone, Deputy Controller
DATE: July 13, 2021
SUBJECT: Fiscal Year 2020 Comprehensive Annual Financial Report

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Enclosed please find 25 copies of the Comprehensive Annual Financial Report for the Fiscal Year ending June 30, 2020. The accountants with CLA have issued an unmodified "clean" opinion on the City of Providence's issued financial statements. Fiscal Year 2020 had the following financial highlights:

- $4.7M operating surplus. Current General Fund fund balance is $25.1M
- Medical Surplus of $13.8M. Cumulative medical reserves of $21.8M.

If you have any questions on this report, please do not hesitate to contact me at 680-5757. Thank you.

CONTROLLER'S OFFICE

City of Providence | 797 Westminster Street | Providence, Rhode Island 02903

401 456 9100 extension 11530 ph | 401 456 9252 fax

FILED

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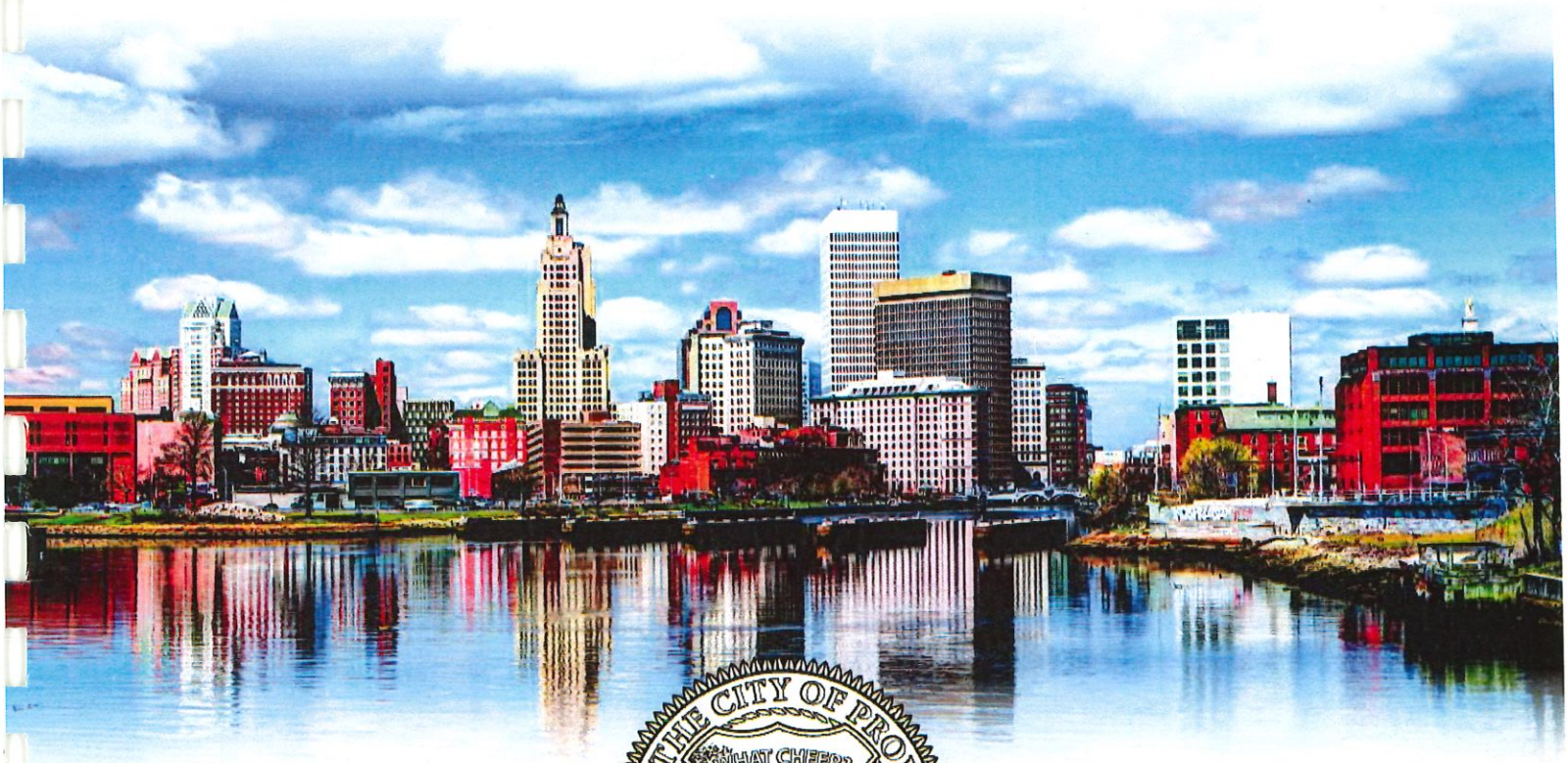
DEPT. OF CITY CLERK
PROVIDENCE, R.I.

CITY OF PROVIDENCE, RHODE ISLAND

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2020



CITY OF PROVIDENCE

Finance Department
25 Dorrance Street
Providence, RI 02903

CITY OF PROVIDENCE, RHODE ISLAND
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Introductory Section

City Officials
As of June 30, 2020

Mayor
Jorge O. Elorza

City Council

Ward 1 – John Goncalves	Ward 6 – Michael J. Correia	Ward 11 – Mary Kay Harris
Ward 2 – Helen Anthony	Ward 7 – John J. Igliozzi	Ward 12 – Katherine Kerwin
Ward 3 – Nirva LaFortune	Ward 8 – James Taylor	Ward 13 – Rachel Miller
Ward 4 – Nicholas A. Narducci, Jr.	Ward 9 – Carmen Castillo	Ward 14 – David A. Salvatore
Ward 5 – Jo-Ann Ryan	Ward 10 – Pedro Espinal	Ward 15 – Sabina Matos

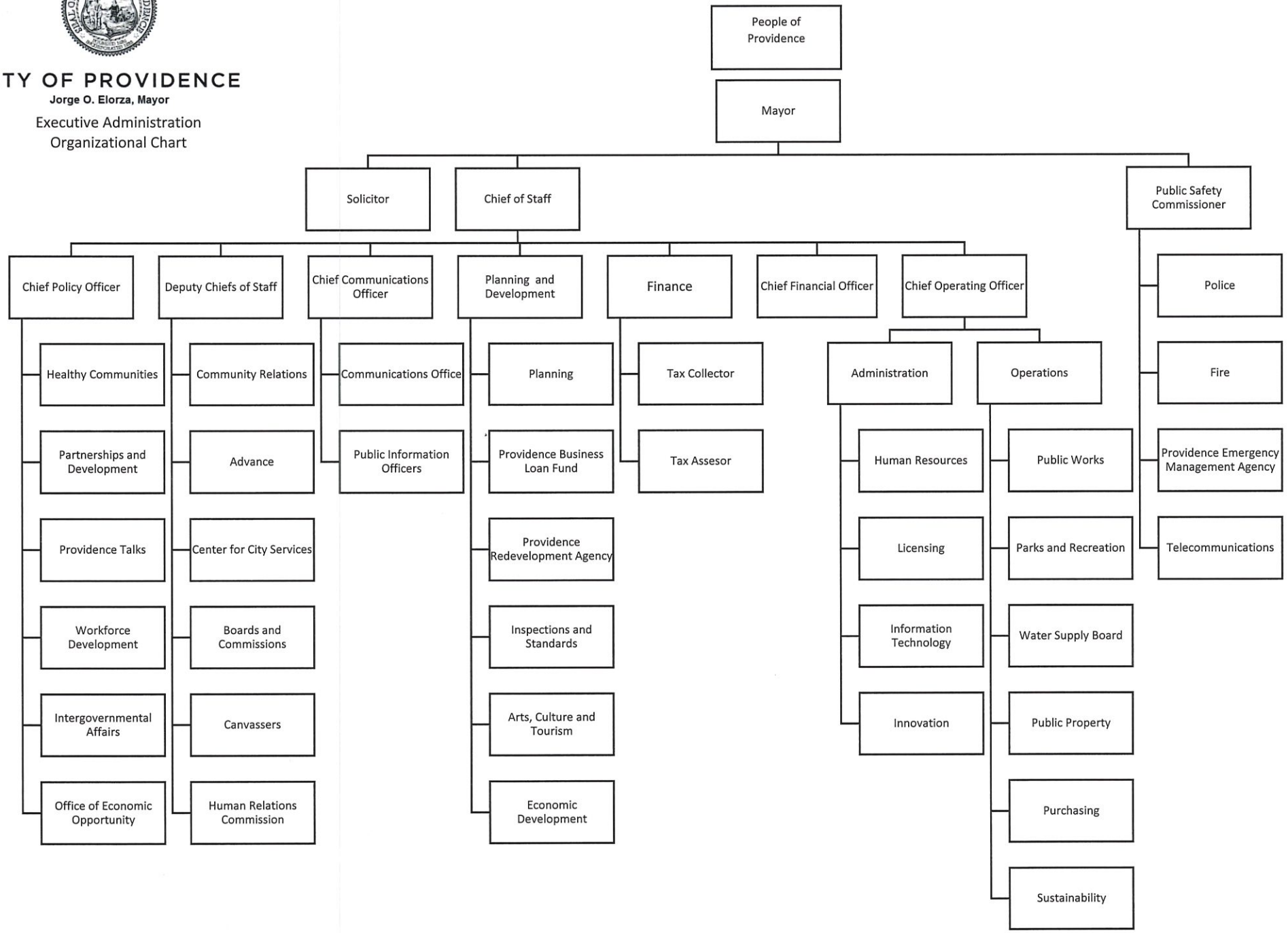
Department Directors

Chief of Staff	Nicole Pollock
Chief Financial Officer	Lawrence Mancini
Chief Operating Officer	Sabrina Solares-Hand
Commissioner of Public Safety & Acting Fire Chief	Steven M. Pare
Chief of Police Department	Col. Hugh T. Clements, Jr
City Clerk	Shawn Selleck
City Controller	Dante Bellini
City Engineer	William C. Bombard, P.E.
City Solicitor	Jeffrey Dana, Esq
City Treasurer	James J. Lombardi, III
Director of Arts, Culture, and Tourism	Stephanie P. Fortunato
Director of Emergency Management	Clara Decerbo
Director of Finance	Sara Silveria
Director of Information Technology	James A. Silveria
Director of Inspections and Standards	Joseph Atchue
Director of Personnel	Emmanuel R. Echevarria
Director of Public Property	Kevin Mahoney, Acting
Director of Planning and Development	Bonnie Nickerson, AICP
Director of Public Works	Leo Perrotta
Director of Telecommunications	Carolyn Arias
General Manager of Water Supply	Richard A. Caruolo
Internal Auditor	Gina Costa
Recorder of Deeds	John A. Murphy, Acting
Registrar of Vital Statistics	Heather Kilkenny
Superintendent of Parks and Recreation	Wendy Nilsson
Tax Assessor	Elise Pare
Tax Collector	John A. Murphy

CITY OF PROVIDENCE

Jorge O. Elorza, Mayor

Executive Administration
Organizational Chart



CITY OF PROVIDENCE

Jorge O. Elorza, Mayor

December 30, 2020

Providence City Council
Providence City Hall
25 Dorrance Street
Providence, Rhode Island 02903

Honorable Members:

Rhode Island state law requires that all general purpose, local governments publish a complete set of audited financial statements within six months of the close of each fiscal year. This report fulfills that requirement for the fiscal year (FY20) that ended June 30, 2020.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Accountants and advisers from BlumShapiro have issued an unmodified ("clean") opinion on the City of Providence, Rhode Island's financial statements for the year ending June 30, 2020. A copy of their independent auditor's report is located at the front of the financial section of the report.

Management's discussion and analysis (MD&A) immediately follow the independent auditor's report and provide a narrative introduction, overview and analysis of the basic financial statements. The MD&A is intended to complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The capital city of Providence was founded in 1636 and incorporated in 1831. It occupies a total land area of 18.1 square miles and an additional 1.9 square miles of water, is located at the head of Narragansett Bay on the Providence River, and is the major population, financial, educational, governmental and industrial center of Rhode Island. Situated on the Boston-Washington Interstate 95 corridor, with proximity to multi-billion-dollar markets and multi-million population centers, residents and businesses have ready access to all major forms of transportation, including AMTRAK, Providence & Worcester Railroad, T.F. Green International Airport, the Port of Providence and Interstates 95 and 195. Providence has the largest population of Rhode Island's 39 cities and towns with 178,036 residents (2010 Census,) up 2.5 percent from 173,618 in 2000 (2000 Census). The demographic profile for the city is as follows: Caucasians 49.8 percent; Hispanics 38.1 percent; African Americans 16.0 percent; Asians 6.4 percent; and Native Americans 1.4 percent.

The City has a Mayor-Council form of government with a Home Rule Charter (adopted 1980, effective January 3, 1983). City government is responsible for providing such services as: general government, community development, administrative services, public safety, sanitation, public works, planning and development, workforce development, recreation, parks and public education. The City adopts an annual budget for the General Fund, and separately for the Providence Public School District. The legal level of control is by Department.

FY20 Budget Highlights

On April 30, 2019, Mayor Elorza formally presented the proposed FY20 budget to the City Council that supports the progress the City has achieved during Mayor Elorza's first term and sets bold goals for the future of the capital city. He emphasized the importance of investing in quality early education and student health programs as well as strategic initiatives designed to expand summer and year-round learning and paid employment opportunities. The budget moved to improve access to in-school and afterschool programs and supports while continuing critical investments in capital infrastructure and school facilities.

He highlighted a fifth consecutive year with no tax increases for Providence residents and he made bold and strategic investments in education, critical infrastructure development, neighborhood programming and advanced system innovation throughout City departments. The investments aimed to strengthen neighborhoods; expand economic opportunity for all residents; improve school infrastructure; increase year-long educational and most importantly invest in Providence's future by investing in Providence's people.

Surplus

The City ended FY20 with a surplus of $ 4.7 million. This fifth consecutive surplus was achieved primarily through a result of several factors including the adoption of more realistic budgeting practices, careful management of each department's budget, strong tax collections, and attrition. With the FY20 surplus, the City was able to increase its fund balance to $ 25.1 million.

Pension ADC Funding

In FY20 the City made several large pre-June 30, 2020 pension payments and completed its eighth consecutive 100 percent ADC payment, with nearly 65 percent of its annual payments made by June 30, 2020 and full installment paid by November 30, 2020. The timing of these payments saved the City nearly $1.5 million in interest, which remained within the pension fund.

Medical Surplus

The City's efforts to manage its self-insured medical budget to reflect appropriate funding and preventive options for insureds paid dividends. The last five successive years have resulted in surpluses with approximately $13.8 million for FY 20, $3.5 million for FY 2019, $1.4 million for FY18, $1.9

million in FY17 and $1.2 million for FY16. Reserves totaling approximately $21.8 million have been set aside to assist the City should catastrophic claims occur.

Tax Relief

The FY20 budget continued with year three, of the mandatory Motor Vehicle Excise Tax Phase-Out, which was enacted by the Rhode Island General Assembly during the 2017 legislative session. The motor vehicle excise tax exemption increased from $2,000 to $3,000 per vehicle. The allowed taxable value is decreased to 85% from 90% of the NADA clean retail value, and the tax rate was reduced to $35 per thousand down from $50 per thousand. An exemption amount of $2,000 had already been achieved through Mayor Elorza's direct initiative in FY16 and was implemented prior to the mandatory Tax Phase-out.

FY 2020 Budgeted Initiatives

In the FY20 budget, the Mayor emphasized investments in year long, lifelong learning opportunities, school and neighborhood infrastructure projects, new quality of life supports and continued investments in innovation to ensure Providence is a city that works for every resident and business.

Investing in Youth and Education

The Maintenance of Effort (MOE) funding to the Providence Public School District increased by $1,500,000 to $130,046,611. This increase was the second in a three-year period as was preceded by the first increase in the previous eight years. In addition, the FY20 budget included continued investment in the Providence Public School Department with investments in classroom technology, expanded out-of-school and summer programming, and continued financial support for early childhood learning and infrastructure improvements.

In total, the FY20 budget leveraged $4.6 million in investments directly benefiting Providence youth. These investments included:

- A $1.2 million allocation for the One Providence for Youth: Summer Jobs Program to more than double the number of summer and year-round employment opportunities for youth.
- A third consecutive annual investment of $1 million in citywide Summer Learning efforts made possible by a continuation of a $580,000 investment by the City, adding to PPSD's historic allocation of $420,000.
- A $425,000 investment in Providence Talks, the award-winning early intervention program designed to improve the language development of Providence's youngest residents.
- $275,000 investment to continue interactive program aimed at increasing youth access to making spaces in partnership with FabNewport and Providence Libraries.
- $960,000 in total recreation programming funding for expanded camps.
- A 27% increase to afterschool supports through $350,000 in investments in the Providence After School Alliance (PASA).

- A continued $75,000 in funding for a menstrual hygiene product program and better health supports at the school level.
- A new $750,000 investment in early learning facilities to expand the number of high quality child care seats in Providence.
- An investment of $20,000 for the creation of a comprehensive plan for physical health-related activities and operations in the school district

Additionally, the City committed to school infrastructure improvements inclusive of buildings, heating, and safety upgrades under a $20 million bond issue that closed on June 27, 2019 and were conducted throughout FY20 to complete the City's 2015 MOA for School Construction. These projects are some of the first major improvements school buildings have seen since a statewide reimbursement imposed by the State in 2011 as we work collaboratively with the Providence Public School District to execute our 2019 MOA for School Construction.

Creating Thriving Communities

The FY20 budget continued direct investments into Providence's thriving and diverse communities with an emphasis on improving the quality of space and quality of life for residents and businesses. These investments included:

- Continued multi-departmental support for expanded transportation options for seniors.
- A continuation of $200,000 in support for Amos House's "A Hand Up," an effective program that provides employment opportunities for unemployed and underemployed individuals.
- Continued funding of the nearly $4 million to the Providence Community Libraries.
- Continuation with $350,000 in City funding for PVDFest, the City's signature celebration of arts, music, culture, and downtown arts programming.
- $25,000 for the continued expansion of IDPVD, the City's municipal identification card program, which is available to all Providence residents ages 14 and older.

Additionally, $70 million was committed to capital improvements citywide over the next two years to improve connectivity and walkability between Providence's 25 neighborhoods.

Providing Jobs & Economic Opportunity

- In FY20 the City strategically engaged with public, private, and philanthropic partners to advance development in two urban innovation districts and catalyze residential and commercial development through the City. Critical advancements including Public infrastructure investments continue to make Providence an attractive place to invest

through the Office of Economic Opportunity, the City continues to take proactive steps to expand opportunities for low-income and underemployed or unemployed residents to gain the skills and credentials needed to succeed in the 21st century economy, reduce income inequality, and break the cycle of intergenerational poverty. The Office of Economic Opportunity partnered with the Office of Community Development to leverage staffing and direct funding investments to secure additional funding for key programs, including:

- Leveraging $159,630 of federal funds for the PVD Self Employment program, an entrepreneurship training programing which served unemployed and under-employed Providence residents by providing technical assistance.
- Leveraging $169,183 of federal funds for the Providence Design Catalyst, a program in partnership with RIDLT and DESIGNxRI that provided qualifying Providence design businesses with $150,000 in grant funding capital in amounts up to $20,000, business mentorship and professional development training.
- PVD HealthWorks brought in $314,000 of additional outside funding from the Governor's Workforce Board to strengthen Providence's healthcare and social assistance workforce by connecting participants to workforce training, resources and employment opportunities.

A City that Works

The FY20 budget made strategic investments in personnel as well as technology to ensure implementation of systems that reduce red-tape and ease the process of working with City Departments. It also exemplified responsible and transparent budgeting practices and did not rely on one-time fixes to address longstanding fiscal challenges. Highlights included:

- The continued success of the City's online licensing system and the migration of the City's Inspections & Standards online permitting system to a more user-friendly format.
- Processing of 15,831 constituent cases submitted through the City's PVD 311 system and increasing usage of the system via 6,059 new mobile app downloads, demonstrating our ability to continue to expand this popular public-service access-to-government tool, which now has reached 14,729 users which is up 68% over last year.
- A new phone system was launched by PVD 311 that connects residents directly with a constituent representative who will be able to assist them in their preferred language rather than having to bounce their call from agent to agent.
- The continued budgeting and funding of a $3.8 million-dollar rainy day fund appropriation for the City through a 1% allocation of the total budget.
- Continued funding for an ethics coordinator to assist the work of the Providence Ethics Commission in ensuring accountability and transparency in municipal government.

CITY OF PROVIDENCE

Jorge O. Elorza, Mayor

Debt Administration

Outstanding government and business-type activity bonds at June 30, 2020 totaled $(601,482,000). The City has the following bond ratings for general obligation debt:

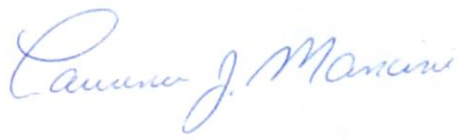
Moody's Investor Services –	Baa1
Standard and Poor's –	BBB+
Fitch –	A-

Acknowledgments

The preparation of this report was possible due to the dedication and hard work of many individuals. I would like to express my appreciation and gratitude to all the staff members who assisted and contributed to its preparation. I also appreciate the dedication of the audit team at Blum Shapiro.

Finally, I would like to thank Mayor Jorge O. Elorza and the Providence City Council for their steady and responsible stewardship of all aspects of City government.

Respectfully submitted,



Lawrence J. Mancini
Chief Financial Officer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Providence
Rhode Island

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrill

Executive Director/CEO

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Financial Section

blumshapiro
accounting • tax • advisory

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Independent Auditors' Report

To the Honorable Mayor and Members of the City Council
City of Providence, Rhode Island

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Providence, Rhode Island, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City of Providence, Rhode Island's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' 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 auditors' 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 auditors consider 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.

An independent member of
Baker Tilly International

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Providence, Rhode Island, as of June 30, 2020 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, the budgetary comparison information and the pension and OPEB schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which 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 City of Providence, Rhode Island's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, statistical section and Annual Supplemental Transparency Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules and the Annual Supplemental Transparency Report 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 and individual nonmajor fund financial statements and schedules and the Annual Supplementary Transparency Report 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 30, 2020 on our consideration of the City of Providence, 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 City of Providence, Rhode Island's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

Cranston, Rhode Island
December 30, 2020

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This Management's Discussion and Analysis of the City of Providence, Rhode Island's Basic Financial Statements provides a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2020.

Financial Highlights – Primary Government

Government – Wide Highlights

Net Position – The liabilities of the City's governmental activities exceeded its assets for the fiscal year ending June 30, 2020 by $2,044 million (presented as "total net position"). Of this amount, a negative of $2,227 million was reported as "unrestricted". The net investment in capital assets was $164 million. The assets of the City's business-type activities exceed its liabilities by $307 million. Of this amount, $337 million represents the City's business-type activities net investment in capital assets.

Change in Net Position – The City's total net position decreased by $58.6 million in fiscal year 2020. Net position of governmental activities decreased by $65.4 million due mainly to an increase in the net pension and net OPEB liabilities. In addition, net position of business-type activities increased by $6.8 million primarily due to Water Supply Board operations.

Fund Highlights

Governmental Funds – Fund Balances – As of June 30, 2020, the City's governmental funds reported a combined ending fund balance of $77 million, a $4 million decrease from the prior year. Of the total fund balance reported, $6.1 million represents "unassigned fund balance."

Long-Term Obligations

The City's total long-term obligations related to its government activities had a net increase of $375 million during the current fiscal year.

The total long-term obligations of the City's proprietary activities increased $4 million during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Providence's basic financial statements. The City's basic financials statements include three components: 1) government – wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional supplementary information (budget schedules) and other supplementary information (combining financial statements). These components are described in this next section of this analysis.

Basic Financial Statements

The basic financial statements include two types of statements that present different views of the City's financial information. These statements are the **Government-Wide and the Fund Financial statements**. These financial statements are accompanied by **Notes to the financial Statements**, which provide detailed information about financial statement items.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the city's operations in a manner similar to a business operating in the private sector. The statements provide short-term and long-term information about the City's financial position, which assists in assessing the City's economic condition at the end of the fiscal year. These are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. In other words, they follow methods that are similar to those used by most businesses. They take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. The government-wide financial statements include two statements:

- The *Statement of Net Position* presents all of the government's assets and liabilities, with the difference between the two reported as "net position." Over time, increases or decreases in the City's net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

- The *Statement of Activities* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported, as soon as, the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (such as, uncollected taxes and earned, but unused vacation leave). This statement also presents a comparison between direct expenses and program revenues for each function of the City.

Both of the above financial statements have separate sections for three different types of the City's programs or activities. These activities are defined below:

- *Governmental Activities* – The activities in this section are supported mostly by tax revenues and intergovernmental revenues (federal and state grants). Most services normally associated with City government fall into this category, including the executive, legislative and judicial, financial administration, human resources, public safety, building inspections, public works, recreation, parks, schools, public property, planning, other general government, judgment and claims, retirement costs, debt service, and other employee benefits.

- *Business-Type Activities* – These functions normally are intended to recover all or a significant portion of their costs through user fees and charges to external users of goods and services. The City's business-type activities include the operations of the Water Supply Board and The Providence Public Building Authority.

- *Component Unit* – The Providence Redevelopment Agency ("PRA") was founded on December 20, 1946 and has distinct legal existence from the City. PRA is supported primarily by bonds with the intent to foster economic development in substandard and blighted areas.

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. Like other local Governments, the City uses fund accounting to ensure and demonstrate compliance with finance-regulated legal requirements.

The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements. All of the funds of the City can be divided into three categories: (1) governmental, (2) proprietary, and (3) fiduciary. It is important to note that these fund categories use different accounting approaches and should be interpreted differently. The three categories of funds are described below:

Fund Financial Statements (continued)

1. *Governmental Fund Financial Statements* – Most of the basic services provided by the City are financed through 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, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the government's near-term financing requirements. This approach is known as using the flow of current financial resources measurement focus and the modified accrual basis of accounting. These statements provide a detailed, short-term view of the City's finances that assists in determining whether there will be adequate financial resources available to meet the current needs of the City.

   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 fund balance sheet and fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the governmental activities. These reconciliations are presented on the page immediately following each governmental fund financial statement.

   The City has four governmental funds considered to be major funds for financial statement presentation. That is, each major fund is presented in a separate column in the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances. The City's four major governmental funds are comprised of the following: (1) the General Fund, (2) the School Fund, (3) the School Grant Fund, and (4) the Capital Projects Fund. All nonmajor governmental funds are presented in single column. The basic governmental fund financial statements can be found immediately following the government-wide statements.

2. *Proprietary Fund Financial Statements* – These funds are used to show activities that operate more like those of commercial enterprises. Because these funds charge fees for services provided to outside customers, including local governments, which are known as enterprise funds. Proprietary funds provide the same type of information as the government-wide financial statement, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. There is no reconciliation needed between the government-wide financial statements for business-type activities and proprietary fund financial statements. The City has two major enterprise funds: The Water Supply Board and the Providence Public Buildings Authority. Financial statements for the Providence Public Buildings Authority may be obtained from the City of Providence Finance Department.

   The Internal Service Fund is maintained to account for the self-insured health claims and potential legal claims of the City.

   The basic proprietary fund financial statements can be found immediately following the governmental fund financial statements.

Fund Financial Statements (continued)

3. *Fiduciary Fund Financial Statements* – These funds are used to account for resources held for the benefit of parties outside the City government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the City's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds. They use the accrual basis of accounting.

   The City's fiduciary funds are comprised of the Employee Retirement Fund, various Private-Purpose Trust Funds, and Agency Funds.

   The fiduciary financial statements can be found immediately following the proprietary fund financial statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund basis financial statements. The notes to the financial statements can be found immediately following the fiduciary fund financial statements.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information. This section includes budgetary comparison schedules for the general and school funds – the only governmental funds for which legal budgets are adopted annually. In fiscal year 2020, there were no significant modifications to the budgets originally adopted for each fund.

Other Supplementary Information

Combining Financial Statements and Schedules

Combining financial statements are presented for nonmajor governmental funds and combining schedules are presented by individual grant within the school department. These are presented following the required supplementary information. The total columns of these combining financial statements and schedules are presented in the applicable fund financial statement.

Government-Wide Financial Analysis

Net Position

As noted earlier, net position may serve as a useful indicator of the government's financial position over time. The City's combined net position (government and business-type activities) totaled a deficit of $1.74 billion at the end of 2020, compared to a deficit of $1.68 billion at the end of the prior year.

The largest portion of the City's net position, $501 million, reflect its investment in capital assets, like land, buildings, equipment, and infrastructure (roads, bridges, and other immovable assets) less any outstanding related debt used to acquire that asset. The City uses these capital assets to provide services to citizens; consequentially, these assets are not available for future spending. Although the City's investments 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 can not be used to liquidate these liabilities.

	June 30, 2020				June 30, 2019			
	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit
Current and other assets	$ 407,878	$ 64,326	$ 472,204	$ 14,543	$ 313,406	$ 66,820	$ 380,226	$ 16,160
Capital Assets	687,782	451,051	1,138,833		664,607	440,181	1,104,788	
Noncurrent Assets		900	900			1,058	1,058	
Total Assets	1,095,660	516,277	1,611,937	14,543	978,013	508,059	1,486,072	16,160
Deferred Outflows of Resources	308,659	10,784	319,443		125,105	3,397	128,502	
Current liabilities	190,230	20,705	210,935	3,516	193,830	18,570	212,400	4,167
Noncurrent liabilities	3,111,916	193,970	3,305,886		2,736,694	189,514	2,926,208	
Total Liabilities	3,302,146	214,675	3,516,821	3,516	2,930,524	208,084	3,138,608	4,167
Deferred Inflows of Resources	145,800	5,776	151,576		150,840	3,562	154,402	
Net Position:								
Net investment in capital assets	164,496	336,526	501,022		224,920	319,820	544,740	
Restricted	18,823	42,005	60,828	11,027	19,235	49,373	68,608	11,993
Unrestricted	(2,226,946)	(71,921)	(2,298,867)		(2,222,401)	(69,383)	(2,291,784)	
Total Net Position	$ (2,043,627)	$ 306,610	$ (1,737,017)	$ 11,027	$ (1,978,246)	$ 299,810	$ (1,678,436)	$ 11,993

Restricted net position of $61 million primarily represents water restricted funds that are subject to external restrictions on how they may be used. Internally imposed designations of resources are not presented as restricted net position.

Changes in Net Position

The City's net position decreased by $65.4 million for governmental activities and increased by $6.8 million for business-type activities for a combined decrease in net position of $58.6 million. General fund revenues increased due to an increase in both operating and capital grants and contributions. State PILOT revenues and expenditures for public safety came in lower than their respective budgeted amounts due to the Coronavirus Relief Funds being used in lieu of PILOT payments to offset public safety emergency wages. The City budgeted for a deficit reduction expense of $3.8 million to serve as mechanism to ensure an operating surplus in fiscal year 2020. Approximately 43.50% of the City's total governmental revenues were generated from taxes and payments in lieu of taxes, which is a slight decrease from the prior year. 42.73% of revenues resulted from grants and contributions, including Federal Aid, which is slight increase from the prior year. There were slight changes in charges for various goods and services, which provided 6.01% of total revenues, while other revenues and investment and rental income accounted for 7.76% of total revenues, respectively. The City's expenses cover a range of services. The largest expenses were for school, public safety, retirement costs, and employee benefits. Revenues from business-type activities in fiscal year 2020 exceeded expenses by $6.8 million. The Business-type activities reported a decrease in revenue of 1.16%, while expenses increased 4.55% from the prior year.

	June 30, 2020				June 30, 2019			
	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit	Governmental Activities	Business-type Activities	Total Primary Government	Component Unit
Revenues:								
Program revenues:								
Charges for service	$ 51,747	$ 101,085	$ 152,832	$ 11,370	$ 52,155	$ 104,145	$ 156,300	$ 11,644
Operating grants and contributions	368,067		368,067		360,512		360,512	
Capital grants and contributions	13,243	523	13,766		4,660	916	5,576	
General revenues:								
Property taxes	374,753		374,753		392,546		392,546	
Grants not restricted for a specific purpose	33,301		33,301		25,118		25,118	
Miscellaneous	18,399	242	18,641		15,774	(1,101)	14,673	
Unrestricted investment earnings	1,918	1,573	3,491		1,488	673	2,161	
Total revenues	861,428	103,423	964,851	11,370	852,253	104,633	956,886	11,644
Expenses:								
Executive, legislative and judicial	34,029		34,029		30,296		30,296	
Finance	57,997		57,997		28,105		28,105	
Public safety	260,313		260,313		217,100		217,100	
Building inspection	4,568		4,568		4,106		4,106	
Public works	30,995		30,995		28,452		28,452	
Recreation	4,840		4,840		4,481		4,481	
Public lands and parks	45,117		45,117		36,842		36,842	
Education	453,307	16,052	469,359		441,456	16,988	458,444	
Community development	23,021		23,021		18,865		18,865	
Interest on long-term debt	12,622		12,622		15,978		15,978	
Economic development		14,406	14,406			12,945	12,945	
Water		66,165	66,165			62,489	62,489	
Providence Redevelopment Agency				12,336				9,070
Total expenses	926,809	96,623	1,023,432	12,336	825,681	92,422	918,103	9,070
Transfers	-	-	-		250	(250)	-	
Change in net position	(65,381)	6,800	(58,581)	(966)	26,822	11,961	38,783	2,574
Net position- beginning	(1,978,246)	299,810	(1,678,436)	11,993	(2,005,068)	287,849	(1,717,219)	9,419
Net position- ending	$ (2,043,627)	$ 306,610	$ (1,737,017)	$ 11,027	$ (1,978,246)	$ 299,810	$ (1,678,436)	$ 11,993

Business-Type Activities

The business-type activities increased the City's net position by $6.8 million. This resulted primarily from a $5.3 million increase in net position of the Water Supply Board. Additionally, there was an increase of net position of $1.1 million by the Providence Public Building Authority, a decrease of $119 thousand from the school lunch program, an increase of $1.6 million in investment income, and an increase of $242 thousand from the sale of Water Supply Board assets; all of which are contributing to the overall increase.

Financial Analysis of the City's Individual Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was $25.1 million, an increase of $4.7 million from positive $20.4 million the prior year. The increase in fund balance is due to an overall decrease in revenues collected of $9.5 million offset by overall decreases in public safety expenditures of $10.6 million, over the prior fiscal year. Other financing sources, excluding those related to bond proceeds from the Providence Public Building Authority, a discretely

presented component unit, amounted to $8.5 million, an increase of $8.1 million over the prior fiscal year. Decreases in tax collections, fines and forfeitures, and other revenues partially offset the decreases in expenditures and other financing sources for the fiscal year ending June 30, 2020. As a measure of the general funds' liquidity, it may be useful to compare both unassigned fund balance and total fund balance.

School Grants-Fund Balance – The school grant funds account for federal and state grants received and expended by the school system. The fiscal year 2020 school grants fund balance is reported at $5.8 million, an increase of $182 thousand from fiscal year 2019. All state aid in fiscal 2020 was included in the School's general fund and excluded from the school grants fund.

School Fund – The school fund ended the year with a $11.2 million fund balance. The expenditures were $387 million as compared to $402 million in the prior year. All state aid in fiscal 2020 was included in the School's general fund and excluded in the school grants fund. The City entered into a collaboration agreement with the State of Rhode Island Department of Education during fiscal year 2020, which suspends the City Charter provision that the School Department carries no fund balance.

Capital Projects Fund-Fund Balance – The capital projects fund accounts for resources to be used for the acquisition or construction of capital assets for housing and community improvement activities in the City, other than those financed by proprietary funds. The fiscal year 2020 capital projects fund balance is $2 million. The $2 million decrease from fiscal year 2019 is attributable most notably to an increase in expenditures related to various public building improvements around the City.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As discussed in the business-type activities above, the City's proprietary net position increased by $6.8 million as a result of operations in the individual enterprise funds. This increase is due to a $5.3 million increase in net position of the Water Supply Board, an increase in net position of $1.1 million by the Providence Public Building Authority, a $119 thousand decrease in the school lunch program, an increase of $1.6 million in investment income, and an increase of $523 thousand for capital grants and contributions for fiscal year 2020. In fiscal year 2020, the Water Supply Board's charges for services decreased by $2.5 million. The Water Supply Board received $393 thousand less in additional capital grants and contributions as compared to 2019. In total the Water Supply still had revenues exceed expenditures by $5.8 million.

General Fund Budgetary Highlights

The general fund incurred an uncombined surplus in FY 2020 of $4.2 million. This will increase the cumulative uncombined general fund balance to a positive $15.5 million. The GASB 54 requirement for combining funds shows a cumulative general fund balance as $25.1 million. Total general fund revenues for the fiscal year were $496 million and total general fund expenditures and other financing uses for the fiscal year were $491.3 million.

State PILOT revenue typically received in the 60 day accrual period was substituted with Coronavirus Relief Fund (CRF) funding resulting in a $19.5 million dollar decrease in State Revenues. The CRF funds received are for reimbursement of public safety salary expenses. The fiscal year 2020 portion of these expenses were shifted to the Police Department Grants fund while the City awaits reimbursement.

Further details of favorable and unfavorable variances of revenue and expense items can be found in the Required Supplementary Information on pages 68 to 79 of the fiscal year 2020 Comprehensive Annual Financial Report.

Capital Asset and Debt Administration

Capital Assets (Note 6 to the Basic Financial Statements)

	June 30, 2020			June 30, 2019		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land	$ 46,590	$ 25,383	$ 71,973	$ 46,590	$ 25,221	$ 71,811
Building and Improvements	227,087	356,224	583,311	209,216	319,809	529,025
Machinery and Equipment	19,201	9,576	28,777	19,205	9,535	28,740
Infrastructure	84,573		84,573	87,111		87,111
Leased Assets	288,557		288,557	296,563		296,563
Construction in Progress	21,774	59,868	81,642	5,922	85,616	91,538
	$ 687,782	$ 451,051	$ 1,138,833	$ 664,607	$ 440,181	$ 1,104,788

The City's investment in capital assets for its governmental activities as of June 30, 2020 amounts to $1,216 million, net of accumulated depreciation of $528 million, leaving a net book value of $688 million. This investment in capital assets included land, buildings, improvements, equipment, infrastructure and construction in progress. Infrastructure assets are items that are normally immovable and of value only to the City, such as roads, bridges, streets and sidewalks, drainage systems, lighting systems, and similar items.

Debt Administration

	June 30, 2020			June 30, 2019		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
General Obligation Bonds	$ 50,475		$ 50,475	$ 59,380		$ 59,380
Revenue Bonds	30,770	114,526	145,296	33,441	120,361	153,802
Unamortized Bond Premiums	2,913		2,913	3,256		3,256
Capital Notes Payable	33,931		33,931	33,979		33,979
Notes Payable	2,399		2,399	4,679		4,679
PPBA Debt		402,798	402,798		304,952	304,952
	$ 120,488	$ 517,324	$ 637,812	$ 134,735	$ 425,313	$ 560,048

The authority of the City to incur debt is governed by federal and state laws, which restrict the amounts and purposes for which a municipality can incur debt.

General obligation bonds are backed by the full faith and credit of the City, including the City's power to levy additional taxes to ensure repayment of the debt. Accordingly, all general obligation debt currently outstanding was approved by a vote of the City Council.

The City's total outstanding notes and bonds increased by $77.8 million during the current fiscal year.

The 2004 State legislative session authorized the City to issue variable rate debt and to participate in interest rate swaps. The City is developing policies that will set guidelines and procedures and define permitted instruments. It will set participant requirements and limitations on exposure, as well as ongoing management and reporting requirements.

The City of Providence maintains the following ratings from Wall Street's credit agencies for general obligation debt: a Baa1 rating from Moody's Investors Service, a BBB+ rating from Standard and Poor and a A- rating from Fitch. The City of Providence continues to perform long-term strategic planning in a pro-active attempt to control costs: examples of these costs are health insurance, pension costs, education, salaries and benefits and debt service. The City has negotiated with all of its unions to increase employee contributions for health insurance.

Additional information on the City's long-term debt obligations can be found in Notes 7 and 8 to the Financial Statements.

Requests for Information

This financial report is designed to provide a general overview of the City of Providence's finances for all of the City of Providence's citizens, taxpayers, customers, and investors and creditors. This financial report seeks to demonstrate the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: City of Providence, Finance Department, Providence City Hall, 25 Dorrance Street, Providence, RI 02903.

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Basic Financial Statements

Exhibit I

CITY OF PROVIDENCE
STATEMENT OF NET POSITION
JUNE 30, 2020
(In Thousands)

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Totals	Providence Redevelopment Agency
Assets:				
Current Assets:				
Cash and cash equivalents	$ 111,568	$ 145,216	$ 256,784	$ 11,818
Restricted cash and cash equivalents		28,975	28,975	
Investments	18,625	19,325	37,950	
Taxes receivable (net of allowance)	27,308		27,308	
Intergovernmental receivable	38,588		38,588	5
Loan receivable (net of allowance)	20,633		20,633	636
Restricted receivables		1,017	1,017	
Other receivable	22,773		22,773	
Charges for service receivable (net of allowance)		32,721	32,721	
Internal balances	163,715	(163,715)		
Other assets	4,668	787	5,455	2,084
Total current assets	407,878	64,326	472,204	14,543
Noncurrent Assets:				
Notes receivable		900	900	
Capital assets, nondepreciable	68,364	85,251	153,615	
Capital assets, depreciable, net	619,418	365,800	985,218	
Total noncurrent assets	687,782	451,951	1,139,733	
Total assets	1,095,660	516,277	1,611,937	14,543
Deferred Outflow of Resources:				
Deferred Outflows of Resources related to pension	233,392	9,115	242,507	
Deferred Outflows of Resources related to OPEB	75,267	1,669	76,936	
Total deferred outflows of resources	308,659	10,784	319,443	
Liabilities:				
Current liabilities:				
Warrants and accounts payable	18,533	11,694	30,227	3,168
Payable to retirement plan	36,760		36,760	
Due to other governments	446		446	
Accrued liabilities	40,110		40,110	228
Unearned revenue	18,368		18,368	120
Amounts payable with current restricted assets		1,801	1,801	
Long term debt due within one year	76,013	7,210	83,223	
Total current liabilities	190,230	20,705	210,935	3,516
Noncurrent liabilities:				
Due in more than one year	3,111,916	193,970	3,305,886	
Total noncurrent liabilities	3,111,916	193,970	3,305,886	
Total liabilities	3,302,146	214,675	3,516,821	3,516
Deferred Inflows of Resources:				
Deferred Inflows of Resources related to pension	23,114	3,000	26,114	
Deferred Inflows of Resources related to OPEB	122,686	2,776	125,462	
Total deferred inflows of resources	145,800	5,776	151,576	
Net Position:				
Net investment in capital assets	164,496	336,526	501,022	
Restricted for:				
Various endowments:				
Expendable	18,687		18,687	11,027
Nonexpendable	136		136	
Water Quality Protection		31,990	31,990	
Debt service		10,015	10,015	
Unrestricted	(2,226,946)	(71,921)	(2,298,867)	
Total Net Position	$ (2,043,627)	$ 306,610	$ (1,737,017)	$ 11,027

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net Revenue (Expense) and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Unit: Providence Redevelopment Agency
Governmental activities:								
Executive, legislative, and judicial	$ 34,029	$ 364	$ 66	$	$ (33,599)	$	$ (33,599)	$
Finance	57,997	5,817			(52,180)		(52,180)	
Public Safety	260,313	32,031	1,901		(226,381)		(226,381)	
Building inspection	4,568	6,354			1,786		1,786	
Public Works	30,995	219		11,998	(18,778)		(18,778)	
Recreation	4,840	1,312	830		(2,698)		(2,698)	
Public land and parks	45,117	4,330	125	1,245	(39,417)		(39,417)	
Education	453,307	39	350,919		(102,349)		(102,349)	
Community development	23,021	1,281	14,226		(7,514)		(7,514)	
Interest on long-term debt	12,622				(12,622)		(12,622)	
Total governmental activities	926,809	51,747	368,067	13,243	(493,752)	-	(493,752)	-
Business-type activities:								
Water Supply Board	66,165	69,796		523		4,154	4,154	
PPBA	14,406	15,386				980	980	
Nonmajor School lunch program	16,052	15,903				(149)	(149)	
Total business-type activities	96,623	101,085	-	523	-	4,985	4,985	-
Component unit:								
Providence Redevelopment Agency	12,336	11,370						(966)
Total	$ 1,035,768	$ 164,202	$ 368,067	$ 13,766	(493,752)	4,985	(488,767)	(966)
General revenues:								
Taxes:								
Property taxes					353,387		353,387	
Payment in lieu of taxes					21,366		21,366	
Grants and contributions not restricted to specific programs					33,301		33,301	
Investment earnings					1,918	1,573	3,491	
Miscellaneous					18,399	242	18,641	
Total general revenues					428,371	1,815	430,186	-
Change in Net Position					(65,381)	6,800	(58,581)	(966)
Net Position at Beginning of Year					(1,978,246)	299,810	(1,678,436)	11,993
Net Position at End of Year					$ (2,043,627)	$ 306,610	$ (1,737,017)	$ 11,027

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020
(In Thousands)

	Major Funds					
	General Fund	School Fund	School Grants Fund	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	$ 41,370	$ 23,634	$ 23,210	$ 1,376	$ 19,634	$ 109,224
Investments					18,625	18,625
Receivables, net:						
Taxes	27,308					27,308
Loans					12,071	12,071
Intergovernmental	17,224	744	19,143		10,137	47,248
Other	13,837	80		2,696	3,371	19,984
Due from other funds	73,359	45,195	21,279		12,993	152,826
Other assets	1,675				651	2,326
Total Assets	$ 174,773	$ 69,653	$ 63,632	$ 4,072	$ 77,482	$ 389,612
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Warrants and accounts payable	$ 6,298	$ 7,242	$ 1,608	$	$ 3,154	$ 18,302
Accrued liabilities	834	32,169	90		2,114	35,207
Unearned revenue	4,030		4,227		10,111	18,368
Due to employee retirement plan	33,077					33,077
Due to other funds	75,999	19,031	51,844	2,031	29,802	178,707
Due to other governments	428		18			446
Total liabilities	120,666	58,442	57,787	2,031	45,181	284,107
Deferred inflows of resources:						
Unavailable revenue - taxes	21,496					21,496
Unavailable revenue - other receivables	7,470					7,470
Total deferred inflows of resources	28,966	-	-	-	-	28,966
Fund balances:						
Nonspendable					136	136
Restricted		11,211	5,508	2,041	42,398	61,158
Committed			337		8,772	9,109
Unassigned	25,141				(19,005)	6,136
Total fund balances	25,141	11,211	5,845	2,041	32,301	76,539
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 174,773	$ 69,653	$ 63,632	$ 4,072	$ 77,482	$ 389,612

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2020
(In Thousands)

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:		
Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:		
Fund balances - total governmental funds		$ 76,539
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	$ 1,215,902	
Less accumulated depreciation	(528,120)	
Net capital assets		687,782
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recorded in the funds:		
Property tax receivables greater than 60 days		21,496
Accounts and other receivables		7,470
Deferred outflows related to OPEB		75,267
Deferred outflows related to pension		233,392
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.		21,837
Long-term liabilities, including bonds payable and deferred outflows of resources, are not due and payable in the current period and, therefore, are not reported in the funds:		
Bonds and notes payable		(96,482)
PPBA debt		(402,798)
Unspent PPBA bond proceeds		160,659
Unamortized bond premium		(2,913)
Interest payable on bonds and notes		(4,904)
Compensated absences		(41,516)
Claims and Judgements		(21,132)
Capital lease		(21,093)
Total OPEB liability		(1,094,998)
Net pension liability		(1,496,433)
Deferred inflows related to OPEB		(122,686)
Deferred inflows related to pension		(23,114)
Net Position of Governmental Activities (Exhibit I)		$ (2,043,627)

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Major Funds					
	General Fund	School Fund	School Grants Fund	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	$ 352,750	$	$	$	$	$ 352,750
Departmental revenue	82,870	40			2,298	85,208
Federal and state grants and reimbursements	54,078	266,693	49,348	12,959	16,931	400,009
Investment and rental income	569	301			1,521	2,391
Fines and forfeitures	2,974		162			3,136
Other	2,756	6	843		2,262	5,867
Total revenues	495,997	267,040	50,353	12,959	23,012	849,361
Expenditures:						
Current:						
Executive, legislative, and judicial	14,202				367	14,569
Finance	51,057				10	51,067
Public safety	160,642				26,373	187,015
Building inspection	3,864				54	3,918
Public works	20,960					20,960
Recreation	3,432				1,368	4,800
Public lands and parks	24,657				1,711	26,368
Other departments	16,150					16,150
Grants	5,903				615	6,518
Education		386,703	49,343			436,046
Community development					10,967	10,967
Noncurrent:						
Capital outlays	129,520			17,795	39	147,354
Debt Service:						
Principal	27,049			2,612		29,661
Interest and other costs	33,502					33,502
Total expenditures	490,938	386,703	49,343	20,407	41,504	988,895
Excess (Deficiency) of Revenues over Expenditures	5,059	(119,663)	1,010	(7,448)	(18,492)	(139,534)
Other Financing Sources (Uses):						
Capital lease proceeds				5,498		5,498
Issuance of bonds	115,000					115,000
Bond premium	14,520					14,520
Transfers in	8,518	130,874	828		1,351	141,571
Transfers out	(138,361)		(1,656)		(1,554)	(141,571)
Total other financing sources (uses)	(323)	130,874	(828)	5,498	(203)	135,018
Net Change in Fund Balances	4,736	11,211	182	(1,950)	(18,695)	(4,516)
Fund Balances at Beginning of Year	20,405	-	5,663	3,991	50,996	81,055
Fund Balance at End of Year	$ 25,141	$ 11,211	$ 5,845	$ 2,041	$ 32,301	$ 76,539

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities:		
Amounts reported for governmental activities in the statement of activities (Exhibit II) are different because:		
Net change in fund balances - total governmental funds (Exhibit IV)	$	(4,516)
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:		
Capital outlay		49,844
Depreciation expense		(26,669)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and revenues recognized in the funds are not reported in the statement of activities:		
Property tax receivable - accrual basis change		637
Accounts and other receivables - accrual basis change		3,152
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized and deferred in the statement of activities. The details of these differences in the treatment of long-term debt and related items are as follows:		
Issuance of notes payable and capital leases		(5,498)
Issuance of PPBA debt		(129,520)
Bond principal payments		11,576
Note payable and capital lease principal payments		7,826
PPBA debt principal payments		31,674
Unspent PPBA bond proceeds		83,579
Amortization of premiums		343
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Compensated absences		(2,575)
Accrued interest		(876)
Change in total OPEB liability		(55,755)
Change in net pension liability		(225,937)
Change in Claims and judgements		(5,033)
Change in Deferred inflows related to OPEB		7,949
Change in Deferred inflows related to pension		(2,909)
Change in Deferred outflows related to OPEB		35,250
Change in Deferred outflows related to pension		148,304
Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.		13,773
Change in Net Position of Governmental Activities (Exhibit II)	$	(65,381)

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2020
(In Thousands)

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Water Supply Board	Public Building Authority	Nonmajor School Lunch Program	Totals	Internal Service Fund
Assets:					
Current assets:					
Cash and cash equivalents	$ 3,100	$ 138,559	$ 3,557	$ 145,216	$ 2,345
Restricted cash	28,975			28,975	
Investments		19,325		19,325	
Receivables, net	9,551	19,566	3,604	32,721	2,698
Restricted receivables	1,017			1,017	
Due from primary government		666,477		666,477	
Due from other funds			265	265	61,456
Inventories	555			555	
Other assets	232			232	2,343
Total current assets	43,430	843,927	7,426	894,783	68,842
Noncurrent assets:					
Notes receivable	900			900	
Capital assets:					
Land	25,383			25,383	
Buildings and improvements	143,888			143,888	
Improvements other than buildings	439,302			439,302	
Machinery and equipment	42,101			42,101	
Construction in progress	59,868			59,868	
	710,542			710,542	
Less accumulated depreciation	259,491			259,491	
Total noncurrent assets	451,951	-	-	451,951	-
Total assets	495,381	843,927	7,426	1,346,734	68,842
Deferred Outflows of Resources:					
Deferred Outflows of Resources Related to Pension	9,115			9,115	
Deferred Outflows of Resources Related to OPEB	1,669			1,669	
Total deferred outlows of resources	10,784	-	-	10,784	-
Liabilities:					
Current liabilities:					
Accounts payable and accrued liabilities	4,804	7,683	2,205	14,692	254
Risk management claims payable				-	10,564
Due to other funds	1,124		2,198	3,322	36,187
Other		151,106		151,106	
Amounts payable from restricted assets	1,801			1,801	
Current portion of long-term debt and capital leases, net	7,210	28,652		35,862	
Total current liabilities	14,939	187,441	4,403	206,783	47,005
Noncurrent liabilities:					
Revenue bonds and PAP Loans, net	107,315	643,877		751,192	
Net pension liability	59,590			59,590	
Total OPEB liability	27,065			27,065	
Total noncurrent liabilities	193,970	643,877	-	837,847	-
Total liabilities	208,909	831,318	4,403	1,044,630	47,005
Deferred Inflows of Resources:					
Deferred Inflows related to pensions	3,000			3,000	
Deferred Inflows related to OPEB	2,776			2,776	
Net deferred charges on debt refunding		502		502	
Total deferred inflows of resources	5,776	502	-	6,278	-
Net Position:					
Net investment in capital assets	336,526			336,526	
Restricted for Water Quality Protection	31,990			31,990	
Restricted for debt service		10,015		10,015	
Unrestricted	(77,036)	2,092	3,023	(71,921)	21,837
Total Net Position	$ 291,480	$ 12,107	$ 3,023	$ 306,610	$ 21,837

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Water Supply Board	Public Building Authority	Non-major School Lunch Program	Totals	Internal Service Fund
Operating Revenues:					
Charges for sales and services	$ 69,796	$	$ 1,844	$ 71,640	$ 19,375
Federal and state grants and reimbursements			14,033	14,033	
Lease receipts		14,240		14,240	
Other		1,146	26	1,172	94,799
Total operating revenues	69,796	15,386	15,903	101,085	114,174
Operating Expenses:					
Cost of sales and services	22,528		16,052	38,580	
Health claims					100,452
Administration	28,801	2,028		30,829	
Depreciation and amortization	11,713			11,713	
Total operating expenses	63,042	2,028	16,052	81,122	100,452
Operating Income	6,754	13,358	(149)	19,963	13,722
Nonoperating Revenues (Expenses):					
Investment income	1,408	135	30	1,573	51
Interest expense	(3,123)	(12,348)		(15,471)	
Loss on sale of asset	242			242	
Amortization expense		(30)		(30)	
Total nonoperating revenues (expenses)	(1,473)	(12,243)	30	(13,686)	51
Net Income Before Capital Grants and Contributions	5,281	1,115	(119)	6,277	13,773
Capital Grants and Contributions	523			523	
Change in Net Position	5,804	1,115	(119)	6,800	13,773
Net Position, Beginning	285,676	10,992	3,142	299,810	8,064
Net Position, Ending	$ 291,480	$ 12,107	$ 3,023	$ 306,610	$ 21,837

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Business-Type Activities-Enterprise Funds				Governmental Activities
	Water Supply Board	Public Building Authority	Non-major School Lunch Program	Totals	Internal Service Fund
Cash Flows from Operating Activities:					
Cash received from customers and other	$ 69,616	$ 42,053	$ 1,326	$ 112,995	$ 114,174
Cash received from intergovernmental sources		1,146	16,238	17,384	
Cash paid to vendors	(27,769)	(2,275)	(17,341)	(47,385)	(116,503)
Cash paid to employees	(17,656)		(451)	(18,107)	
Net cash provided by (used in) operating activities	24,191	40,924	(228)	64,887	(2,329)
Cash Flows from Capital and Related Financing Activities:					
Acquisition of capital assets	(22,343)	(30,752)		(53,095)	
Interest paid on debt	(3,123)	(11,280)		(14,403)	
Proceeds from bond issuance	15,130	109,520		124,650	
Proceeds from notes receivable	158			158	
Repayment of long-term debt and capital leases	(20,966)	(31,673)		(52,639)	
Capital grants	523			523	
Net cash provided by (used in) capital and related financing activities	(30,621)	35,815	-	5,194	-
Cash Flows from Investing Activities:					
Purchase of investment securities		(45)		(45)	
Investment income	1,408	135	30	1,573	51
Net cash provided by (used in) investing activities	1,408	90	30	1,528	51
Net Increase (Decrease) in Cash and Cash Equivalents	(5,022)	76,829	(198)	71,609	(2,278)
Cash and Cash Equivalents, July 1, 2019	37,097	61,730	3,755	102,582	4,623
Cash and Cash Equivalents, Unrestricted, June 30, 2020	3,100	138,559	3,557	145,216	2,345
Cash and Cash Equivalents, Restricted, June 30, 2020	$ 28,975	$ -	$ -	$ 28,975	$ -
Reconciliation of Operating Income (Loss) to Net Cash Net Cash Provided by (Used in) Operating Activities:					
Operating income (loss)	$ 6,754	$ 13,358	$ (149)	$ 19,963	$ 13,722
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation and amortization expense	11,713	30		11,743	
(Increase) decrease in receivables	34	(99,407)	(1,059)	(100,432)	(426)
(Increase) decrease in inventories	(125)			(125)	
(Increase) decrease in other assets	(180)			(180)	24
(Increase) decrease in deferred outflows of resources	(7,387)			(7,387)	
(Increase) decrease in due from other funds			30	30	(13,895)
Increase (decrease) in accounts payable and accrued expenses	(418)	2,410	(795)	1,197	(1,297)
Increase (decrease) in due to other funds	353	124,533	1,745	126,631	1,752
Increase (decrease) in other payables	2,214			2,214	
Increase (decrease) in net pension liability	7,626			7,626	
Increase (decrease) in OPEB liability	3,607			3,607	
Increase (decrease) in risk management claims payable					(2,209)
Net Cash Provided by (Used in) Operating Activities	$ 24,191	$ 40,924	$ (228)	$ 64,887	$ (2,329)

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2020
(In Thousands)

	Employee Retirement Plan	Private Purpose Trust Funds	Agency Fund
Assets:			
Investments, at fair value:			
U.S. Government securities	$ 5,246	$	$
Corporate and foreign bonds	42,131		
Corporate equity securities	105,627		
Mutual funds	126,823	1,942	
Alternative investments	3,366		
Total investments	283,193	1,942	-
Cash and cash equivalents	12,276	31	1,739
Receivables:			
Loans receivable	26,354		
Due from primary government	36,875		
Intergovernmental	42		14
Other	2,433		
Total receivables	65,704	-	14
Total assets	361,173	1,973	$ 1,753
Liabilities:			
Accounts payable	460		$
Other payables			712
Due to primary government	115		14
Due to student group			1,027
Total liabilities	575	-	$ 1,753
Net Position Restricted for Pensions and Held in Trust	$ 360,598	$ 1,973	

The accompanying notes are an integral part of the financial statements

CITY OF PROVIDENCE, RHODE ISLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Employee Retirement Plan	Private Purpose Trust Funds
Additions:		
Contributions:		
Employer	$ 86,720	$
Employees	12,842	
Donations		21
Total contributions	99,562	21
Investment Earnings:		
Investment income (loss)	(4,952)	13
Total additions	94,610	34
Deductions:		
Benefits	101,076	94
Administrative expenses	183	
Total deductions	101,259	94
Change in Net Position	(6,649)	(60)
Net Position Restricted for Pension Benefits and Held in Trust, July 1, 2019	367,247	2,033
Net Position Restricted for Pension Benefits and Held in Trust, June 30, 2020	$ 360,598	$ 1,973

The accompanying notes are an integral part of the financial statements

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1. SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Providence, Rhode Island (the City) was incorporated in 1832. The City covers 18.5 square miles located in southeastern New England, at the head of the Narragansett Bay on the Atlantic sea coast. The City is approximately 45 miles from Boston and approximately 3 1/2 hours from New York by automobile or rail.

The City operates under a Mayor-Council form of government. A Home Rule Charter was adopted in November 1980 and became fully effective on January 3, 1983. The Mayor is elected by the voters of the City to a four-year term. City Council members are also elected to four-year terms, which coincide with the term of the Mayor. Most department heads and other City officials are appointed by the Mayor.

The City complies with generally accepted accounting principles (GAAP), including all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

All dollar values disclosed herein are in thousands (000 omitted).

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

a. The primary government is legally entitled to or can otherwise access the organization's resources.

b. The primary government is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization.

c. The primary government is obligated in some manner for the debt of the organization.

The criterion has been considered and the blended component units discussed below are included in the City's reporting entity because of the significance of its operational or financial relationships with the City.

Discretely Presented Component Unit

The Providence Redevelopment Agency

The Providence Redevelopment Agency ("PRA") was formed on December 20, 1946 pursuant to R.I.G.L. 45-31 (the Act) by a duly enacted resolution of the City Council of the City. Under the Act, the PRA constitutes a body corporate and politic, exercising public and essential government functions, and having a distinct legal existence from the City. As such, the PRA has the authority to acquire, develop as a building site, administer, sell and lease property, has the power of eminent domain, and the power to issue bonds, notes and other evidence of indebtedness. The PRA does not have the power to levy taxes. The PRA is presented as a discretely presented component unit.

The PRA was created to eliminate and prevent blighted and substandard areas in the City and replace such areas through redevelopment of well-planned, integrated stable, safe and healthful neighborhoods. As such, the services provided by PRA are intended to provide an almost exclusive benefit to the City.

The Powers of the PRA are vested in eight members, including the Mayor of the City ex officio, five members appointed by the Mayor of the City and two members who are also members of the City Council, appointed by the City Council. All appointed members of the PRA must be resident electors of the City.

Blended Component Unit

The component unit provides services entirely or almost entirely to the City or otherwise exclusively or almost exclusively benefits the City, even though they do not provide services directly to it. The component unit has been reported as if it was part of the primary government through a method of inclusion known as blending. A description of the component unit, criteria for inclusion and its relationship with the City is as follows:

Providence Public Buildings Authority

The Providence Public Buildings Authority ("PPBA") was created by an act of the Rhode Island General Assembly and was empowered by resolution of the Providence City Council on August 13, 1987, and by resolution of the Public Finance Board, created under Section 42-10.11 of the General Laws of Rhode Island, on February 12, 1988. Membership is comprised of *5* members appointed by the Mayor and approved by the City Council. The PPBA is presented as a blended enterprise fund.

The purpose of the PPBA is to acquire, construct, maintain, renovate, repair and operate public facilities and public equipment through the use of public financing for the City. These activities are structured as financing leases between the PPBA and the City. The future payments to be received on these leases is presented as "Due from City of Providence - lease obligations" on the PPBA Statement of Net Position. These activities allow the PPBA to provide for the conduct of the executive, legislative and judicial functions of the government. The PPBA is obligated to pay the principal and interest on any financing solely from the rents, revenues and receipts derived under the lease agreements with the City or from receipts on the disposition of the assets being financed. The PPBA's administrative expenses are paid on an annual basis by the lessee in the form of additional rent.

Complete financial statements of the PPBA can be obtained through the City of Providence Finance Department, City Hall, Providence, Rhode Island 02903.

Government-Wide Fund Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The effect of inter-fund activity has not been removed from these statements. The statements distinguish between governmental activities, business-type activities, and a component unit. 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. Likewise, the City is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. 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 that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate fund financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and proprietary funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year when levied for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the "current financial resources" measurement focus and the modified accrual basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due (matured).

Property taxes when levied for, intergovernmental revenue when eligibility requirements are met, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual (measurable) and so have been recognized as revenues of the current fiscal period, if available. All other revenue items, primarily permits and fees, are considered to be measurable only when cash is received by the City.

All proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of net income, financial position and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position. Proprietary funds distinguish operating revenues and expenses from non-operating items.

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and the government's internal service funds are charges to customers for sales and services. Operating expenses for proprietary funds, including both enterprise funds and internal service funds, include the cost of operations, maintenance, sales and service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Revenues from charges for services of the Providence Water Supply Board are recognized on the accrual basis, net of estimated uncollectibles. Depending upon consumption, metered water sale customers are billed monthly, quarterly or annually for water usage. Large commercial customers and other local water suppliers are billed more frequently.

Fund financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/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 City or meets the following criteria:

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

b. Total assets and deferred outflow of resources, liabilities and deferred inflow of resources, revenues, or expenditures/expenses of the individual, governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The City reports the following major governmental funds:

- The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

- The *School Fund* accounts for operations of the Providence school system. Revenue is derived primarily from State and Federal Aid and transfers from the City.

- The *School Grants Fund* accounts for federal, state, and private grants received and expended by the school system.

- The *Capital Projects Fund* accounts for resources to be used for the acquisition or construction of capital assets for the housing and community improvement activities in the City.

The City reports the following major proprietary funds:

- The *Water Supply Board* accounts for the activities of the Providence Water Supply Board.
- The *Providence Public Buildings Authority* accounts for the activities related to acquisition, construction and leasing of capital assets to the City.

Additionally, the City reports the following fund types:

- The *Internal Service Fund* is used by management to charge the costs of self-insurance and legal claims to individual funds.
- The *Pension Trust Fund* accounts for the activities of the City of Providence Employees Retirement System, which accumulates resources for pension benefit payments to qualified employees.
- The *Private-Purpose Trust Fund* is used to account for resources legally held in trust for the benefit of individuals, organizations or other governments.
- The *Agency Fund* accounts for assets held by the City in a purely custodial capacity. Since agency funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. These funds account for assets held by the School Department as an agent for student activities and by the City for probate purposes.

Interfund Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Pension Plan Accounting

Employees' Retirement System of the City of Providence

The Employee Retirement Plan (Pension Trust Fund) is reported on the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the City has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are financed through investment earnings.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value, based on value of underlying assets.

Funding Policy

The City makes contributions at the discretion of management.

Cash and Cash Equivalents

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with maturities of three months or less from the date of acquisition. For purposes of the cash flow statement, the City considers certificates of deposits and highly liquid short-term investment funds with original maturities of three months or less, when purchased, to be cash equivalents, including amounts reported as restricted.

Investments

Investments and pooled fixed income investments are stated at fair value, based on quoted market prices.

Property Taxes

The City's property tax is levied each year on July 1 based on the assessed property value, as of the prior December 31, for all real property, tangible property, equipment and motor vehicles located in the City. Assessed values of real property were established by the City Assessor's office at 100% of appraised market value based on 2012 State mandated statistical updated valuations less exemptions. Assessed values of tangible property and equipment and motor vehicles are determined annually at 100% of market value, and a $1,000 exemption on motor vehicle assessments. Payments on the gross levy are due in equal quarterly installments in July, October, January, and April. Property taxes attach as an enforceable lien on property when levied.

Allowance for Collection Losses

The allowance for possible loan losses is maintained at a level believed adequate by management to absorb potential losses for outstanding loans. Management's determination of the adequacy of the allowance is based on an evaluation of the portfolio, past loan loss experience and current economic conditions.

All trade and property tax receivables for governmental and proprietary funds are reported net of an allowance for uncollectibles. The property tax receivable allowance of $38,886 is equal to 58.8% of outstanding property taxes at June 30, 2020.

Inventories and Prepaid Items

Proprietary fund inventory is stated at the lower of weighted average cost or market using the first-in, first-out method. Inventory consists primarily of materials and supplies. Inventory is not maintained in governmental funds, but is recorded as an expenditure at the time of purchase. Inventory on hand at year-end is not material.

Any material payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements. Capital assets are defined by the government as all computer equipment and assets with an initial,

individual cost of more than a range of $5,000 to $100,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital asset, as applicable.

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

Assets	Year
Buildings	45
Building improvements	20
Public domain infrastructure	45
System infrastructure	30
Vehicles	6
Office equipment	7
Computer equipment	5
Machinery and equipment	15

Capital assets are reported as expenditures and no depreciation expense is reported in the governmental fund financial statements.

Property, plant and equipment of the business-type activities and proprietary funds are depreciated using the straight-line method over the following estimated useful lives:

	Water Supply Board
Buildings, source of supply, structures, and improvements	5 - 75 years
Improvements other than buildings	3 - 75 years
Machinery and equipment	3 - 50 years

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds from project specific debt issued over the same period.

Self-Insurance

The City is self-insured in most areas of risk, subject to certain third-party "stop loss" coinsurance. Self-insured risks include general liability, property and casualty, workers' compensation, unemployment and employee health insurance claims. Claims incurred but not paid, including those which have not been reported, are accrued as long-term obligations in the government-wide and internal service fund financial statements. Obligations are paid out of the General Fund and the Internal Service Funds.

Compensated Absences

Under the terms of various contracts and policies, employees are granted vacation and sick leave based on length of service. The City's policy is to recognize the cost of vacation and sick leave in governmental funds when paid (matured). The liability for vacation and sick leave is recognized when earned in the government-wide and proprietary fund financial statements. For governmental activities the general fund is used to satisfy this liability as it becomes due, while each enterprise fund accounts for all its settlement of business-type liabilities for compensated absences.

Net Pension Liability

The net pension liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plan's fiduciary net position. The pension plan's fiduciary net position is determined using the same valuation methods that are used by the pension plan for purposes of preparing its statement of fiduciary net position. The net pension liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

Total Other Postemployment Benefits Other than Pensions (OPEB) Liability

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

Long-Term Obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond proceeds, premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payments of bond principal are recognized as expenditures as it comes due.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports deferred outflows related to pension and OPEB in the government-wide statement of net position. A deferred outflow of resources related to pension and OPEB results from differences between expected

and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plans (active employees and inactive employees).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The City reports a deferred inflow of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner. Also, for governmental funds, the City reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes, interest on property taxes and charges for services. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available.

Fund Equity

In the government-wide and proprietary fund financial statements, net position is classified in the following categories:

Net Investment in Capital Assets
This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Position
This category represents the net position of the City, which are restricted by outside parties or enabling legislation.

Unrestricted Net Position or Deficits
This category represents the net position of the City, which do not meet the definition of "restricted" or "invested in capital assets, net of related debt". Deficits require future funding.

Governmental fund equity is classified as fund balance. Fund balance is classified into one of the following five categories: non-spendable, restricted, committed, assigned, or unassigned. These categories are defined below.

Nonspendable Fund Balance
This includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash.

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

Committed Fund Balance
This includes amounts that can be used only for the specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action it employed to previously commit those amounts usually through city ordinance. The City Council is the highest level of decision-making authority for the City of Providence and utilizes City Ordinances to vote on the City's budget and resolutions proposed by the various committees.

Assigned Fund Balance
This includes amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes. The City of Providence does not currently have a spending policy regarding the order in which restricted, committed, assigned, and unassigned fund balances are spent when more than one amount is available for the expenditures incurred. Accordingly, by default, the City is following the policy prescribed by GASB Statement No. 54 which specifies that fund balance is reduced first by committed, then by assigned, then by unassigned when expenditures are incurred for purposes for which any unrestricted fund balance could be used.

Unassigned Fund Balance
This represents fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

Fund Balance Flow Assumptions

The City of Providence does not currently have a spending policy regarding the order in which restricted, committed, assigned, and unassigned fund balances are spent when more than one amount is available for the expenditures incurred. Accordingly, by default, the City is following the policy prescribed by GASB Statement No. 54 which specifies that fund balance is reduced first by committed, then by assigned, then by unassigned when expenditures are incurred for purposes for which any unrestricted fund balance could be used. In all situations, the City considers restricted fund balance to be used first when available and when expenditures are incurred that meet the requirements of the restricted fund balance.

Accounting 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, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The City employs the following procedures in establishing the General Fund budgetary data reflected in the accompanying required supplementary information:

At least sixty days prior to July 1, the Mayor submits a proposed operating budget for the upcoming fiscal year to the City Council. The operating budget includes proposed expenditures and the means of financing appropriations over expected revenues.

The final budget is legally enacted through passage of an ordinance.

The Mayor is authorized to make minor transfers of budgeted amounts between departments. Significant budget revisions or transfers must be approved by the City Council.

The General and School funds are the only governmental funds that have legally adopted annual budgets. The "actual amounts" presented in the accompanying schedules are presented on a budgetary basis.

The budget for the School Fund is prepared annually and approved by the Providence School Board. The amount of the annual transfer from the General Fund is ultimately determined through the adoption of the General Fund budget. This appropriation does not lapse at year-end.

Excess Of Expenditures Over Appropriations

- The finance line was overspent by $3,312
- The recreation line was overspent by $110
- The public properties line was overspent by $169

Deficit Fund Balance

At June 30, 2020, the City had a deficit fund balance in the following funds:

Other Special Revenue Funds		
Good Faith Grant	$	4
Public Safety Grants		18,948
Roger Williams Park Casino		53

The Public Safety Grants fund deficit will be eliminated through intergovernmental grant receipts that are expected to be received during the fiscal year ending June 30, 2021. The Good Faith Grant and Roger Williams Park Casino fund deficits will be eliminated through future grant receipts, departmental revenues or inter-fund contributions.

3. CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits

The City's custodial credit risk policy is in accordance with RI General Laws, Chapter 35-10.1, depository institutions holding deposits of the State, its agencies or governmental subdivisions of the State, shall at a minimum, insure or pledge eligible collateral equal to 100% of time deposits with maturities greater than sixty days. Any of these institutions which do not meet minimum capital standards prescribed by federal regulators will insure or pledge eligible collateral equal to 100% of deposits, regardless of maturities.

Investments

The City policy for pension investments is under the oversight of the Board of Investment Commissioners. The Board contracts with an investment advisory firm and approves any new investment vehicles presented by the consultant. The Board follows all applicable state statutes and Section 17-189 of the City Ordinance, which states, "The Board of Investment Commissioners is authorized and empowered to execute the disposition and investment of the funds which are within its control in any securities and investments as would be acquired by prudent persons of discretion and intelligence in these matters, who are seeking a reasonable income and the preservation of their capital."

Interest Rate Risk

The City does not have a formal investment policy for its pension funds that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's policy is to limit 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 mutual funds, or similar investment pools.

Concentrations

The City's policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific issuer.

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.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, $169,464 of the City's bank balance of $170,964 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	$ 152,367
Uninsured and collateral held by pledging banks trust department, not in City's name	17,097
Total Amount Subject to Custodial Credit Risk	$ 169,464

Cash Equivalents

At June 30, 2020, the City's cash equivalents amounted to $153,213. The following table provides a summary of the City's cash equivalents (excluding U.S. government guaranteed obligations). The pools all have maturities of less than one year.

Santander Investment	$	257
Webster Bank Investment		35
Bank RI CD		262
HarborOne CD		670
State Street		8,823
BNY Mellon		140,914
Morgan Stanley		113
Wainwright Investment		85
Citizens Bank - Investment		2,054
Total	$	153,213

Investments

As of June 30, 2020, the City had the following investments:

	Total Value	Fair Value	NAV	Investment Maturities (Years) Less Than 1	1 - 10	More Than 10
Interest-bearing investments at fair value:						
U.S. Government Securities	$ 5,246	$ 5,246	$	$	$ 5,246	$
U.S. Government Agencies	11,698	11,698		11,698		
Corporate Bonds	42,231	42,231			35,672	6,559
Total interest-bearing investments at fair value	59,175	59,175	-	11,698	40,918	6,559
Guaranteed Investment Contracts (NAV)	7,671		7,671	-	7,671	-
Total Interest Bearing Investments	66,846	$ 59,175	$ 7,671	$ 11,698	$ 48,589	$ 6,559
Common Stock	104,882					
Mutual Funds	147,246					
Preferred Stock	745					
Limited Partnership Units	303					
Alternative Investments	3,063					
Total Investments	$ 323,085					

Presented below is the rating of investments for each debt investment type:

Average Rating	Corporate Bonds	U.S. Government Securities	Guaranteed Investment Contract	U.S. Government Agencies
Aaa	$ 5,415	$	$	$
Aa1	421			
Aa2	1,473			
Aa3	1,844			
A1	2,099		7,671	
A2	4,903			
A3	4,556			
Baa1	4,866			
Baa2	4,458			
Baa3	3,046			
Ba1	803			
Ba2	543			
Ba3	100			
B1	307			
Unrated	7,397	5,246		11,698
	$ 42,231	$ 5,246	$ 7,671	$ 11,698

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The City has the following recurring fair value measurements as of June 30, 2020:

	Fair Value	Level 1	Level 2	Level 3
Investments by fair value level:				
U.S. Government Securities	$ 5,246	$	$ 5,246	$
U.S. Government Agencies	11,698		11,698	
Corporate Bonds	42,231		42,231	
Common Stock	104,882	104,882		
Preferred Stock	745	745		
Mutual Funds	147,246	147,246		
Limited Partnership Units	303			303
Alternative Investments	3,063	3,063		
Total investments by fair value level	315,414	$ 255,936	$ 59,175	$ 303
Investments recorded at net asset value:				
Guaranteed Investment Contracts	7,671			
Total Investments	$ 323,085			

4. RECEIVABLES

Receivables as of year end for the City's individual major funds and nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	School Fund	School Grants Fund	Capital Projects	Water Supply Board	Public Building Authority	Nonmajor and Other Funds	Total
Receivables:								
Taxes	$ 66,194	$	$	$	$	$	$	$ 66,194
Intergovernmental	17,224	744	19,143				10,179	47,290
User charges					11,278	19,566		30,844
Loans							42,029	42,029
Notes					900			900
Accounts and other	67,266	80		2,696	1,017		12,106	83,165
Gross receivables	150,684	824	19,143	2,696	13,195	19,566	64,314	270,422
Less allowance for uncollectibles:								
Taxes	38,886							38,886
User charges					1,727			1,727
Loans							3,604	3,604
Accounts and other	53,429							53,429
Total allowance	92,315	-	-	-	1,727	-	3,604	97,646
Net Total Receivables	$ 58,369	$ 824	$ 19,143	$ 2,696	$ 11,468	$ 19,566	$ 60,710	$ 172,776

5. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

During the course of operations, transactions are processed through a fund on behalf of another fund. Additionally, revenues received in one fund are transferred to another fund. A summary of interfund balances as of June 30, 2020 is presented below:

	Due From Other Funds	Due to Other Funds
General Fund	$ 73,359	$ 109,076
School Fund	45,195	19,031
School Grants Fund	21,279	51,844
Capital Projects Fund		2,031
Nonmajor Governmental Funds	12,993	29,802
Water Supply Board		1,124
School Lunch Program	265	2,198
Agency Fund		14
Employee Retirement Plan	36,875	115
Internal Service Fund	61,456	36,187
	$ 251,422	$ 251,422

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

A summary of interfund transfers is presented below:

	Transfers from Other Funds	Transfers to Other Funds
General Fund	$ 8,518	$ 138,361
School Fund	130,874	
School Grants Fund	828	1,656
Nonmajor Governmental Funds	1,351	1,554
	$ 141,571	$ 141,571

Transfers from the General Fund represents the financing of various programs and activities which consists primarily of the School Fund. Transfers from the School Grants to both the School Fund and General Fund was to reimburse costs related to Federal grants activity. Transfers from the Nonmajor governmental funds to primarily other nonmajor governmental funds are reimbursable costs related to Federal grants activity. Transfers to Providence Public Building Authority are to cover general and administrative costs incurred by the Providence Public Building Authority.

6. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 46,590	$	$	$ 46,590
Construction in progress - City	1,191	4,219	1,566	3,844
Construction in progress - PPBA	4,731	15,860	2,661	17,930
Total capital assets not being depreciated	52,512	20,079	4,227	68,364
Capital assets being depreciated:				
Buildings	185,925			185,925
Improvements other than buildings	137,403	26,882		164,285
Machinery and equipment	86,669	6,377	742	92,304
Infrastructure	283,348	733		284,081
Building - PPBA leases	420,943			420,943
Total capital assets being depreciated	1,114,288	33,992	742	1,147,538
Less accumulated depreciation for:				
Buildings	80,913	3,046		83,959
Improvements other than buildings	33,199	5,965		39,164
Machinery and equipment	67,464	6,381	742	73,103
Infrastructure	196,237	3,271		199,508
Buildings - leases	124,380	8,006		132,386
Total accumulated depreciation	502,193	26,669	742	528,120
Total capital assets being depreciated, net	612,095	7,323	-	619,418
Governmental Activities Capital Assets, Net	$ 664,607	$ 27,402	$ 4,227	$ 687,782

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	$ 25,221	$ 162	$	$ 25,383
Scituate Reservoir Project	18,682			18,682
Construction in progress	66,934	40,034	65,782	41,186
Total capital assets not being depreciated	110,837	40,196	65,782	85,251
Capital assets being depreciated:				
Buildings and improvements	123,991	19,897		143,888
Improvements other than building	412,532	26,770		439,302
Machinery and equipment	40,599	1,502		42,101
Total capital assets being depreciated	577,122	48,169	-	625,291
Less accumulated depreciation for:				
Buildings and improvements	79,861	4,806		84,667
Improvements other than building	136,853	5,446		142,299
Machinery and equipment	31,064	1,461		32,525
Total accumulated depreciation	247,778	11,713	-	259,491
Total capital assets being depreciated, net	329,344	36,456	-	365,800
Business-type activities capital assets, net	$ 440,181	$ 76,652	$ 65,782	$ 451,051

The leased assets reported in the table above represent assets, principally buildings and related improvements, leased by the City from the Providence Public Building Authority. For the government-wide statements, the capital assets and related PPBA debt is presented principally in the governmental activities column and the related transactions are eliminated.

Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
Executive, legislative and judicial	$ 13
Finance	134
Public Safety	2,126
Public Works	6,353
Recreation	40
Public land and parks	12,492
Education	3,938
Community development	1,573
Total Depreciation Expense - Governmental Activities	$ 26,669
Business-type activities:	
Water Supply Board	$ 11,713

7. LONG-TERM OBLIGATIONS

Long-term liability activity for the year ended June 30, 2020 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	$ 59,380	$	$ 8,905	$ 50,475	$ 4,855
Revenue bonds	33,441		2,671	30,770	2,805
Add unamortized premiums	3,256		343	2,913	343
Total bonds payable	96,077		11,919	84,158	8,003
Notes from direct borrowings:					
Notes payable	4,679		2,280	2,399	315
Capital leases	19,641	5,498	4,046	21,093	2,660
Capital notes	14,338		1,500	12,838	1,575
Total notes from direct borrowings	38,658	5,498	7,826	36,330	4,550
Total bonds, notes, and leases payable	134,735	5,498	19,745	120,488	12,553
Claims and judgements	28,872	2,824		31,696	31,692
Compensated absences	38,941	2,575		41,516	4,152
Net pension liability	1,270,496	225,937		1,496,433	
Net OPEB liability	1,039,243	55,755		1,094,998	
PPBA debt	304,952	129,520	31,674	402,798	27,616
Governmental Activities Long-Term Liabilities	$ 2,817,239	$ 422,109	$ 51,419	$ 3,187,929	$ 76,013

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-Type Activities:					
Bonds payable:					
PPBA - City	$ 67,013	$ 95,000	$ 5,518	$ 156,495	$ 5,525
Bonds and notes from direct borrowings:					
Revenue bonds - water	120,361	570	6,405	114,526	7,210
PPBA - City	215,311	20,000	22,091	213,220	20,848
PPBA - PAP notes*	181,480	88,250		269,730	
PPBA - Bond premiums	22,628	14,520	4,065	33,083	2,279
Total bonds and notes payable	606,793	218,340	38,079	787,054	35,862
Net pension liability	51,964	7,626		59,590	
Net OPEB liability	23,458	3,607		27,065	
Business-Type Activities Proprietary Funds Long-Term Liabilities	$ 682,215	$ 229,573	$ 38,079	873,709	35,862
Less PPBA Elliminations	(486,432)			(672,528)	(28,652)
Business-Type Activities Long-Term Liabilities	$ 195,783			$ 201,181	$ 7,210

* Amount represents internal loans between the City and the PPBA and is therefore eliminated on the entity-wide statements. The $302,813 difference between business type PPBA eliminations and governmental PPBA eliminations consists of $269,730 of PAP loans between the City and PPBA and $33,083 of net bond premium.

The Water Supply Board long-term debt is general obligation debt of the City. However, because it is the intent of the City to have the Board meet the debt service requirements of this debt, such amounts are recorded in the enterprise funds of the City. Similarly, debt of the PPBA that will be met by the Water Supply Board has been recorded as the Water Supply Board's debt.

Debt service requirements for bonds and notes payable at June 30, 2020 were as follows:

Governmental Activities

Year Ending June 30,	Bonds		Notes from Direct Borrowings	
	Principal	Interest	Principal	Interest
2021	$ 7,660	$ 3,895	$ 4,550	$ 847
2022	8,035	3,510	6,655	862
2023	8,435	3,105	6,930	775
2024	8,845	2,705	5,385	1,101
2025	9,265	2,283	4,567	1,640
2026-2030	30,895	5,186	5,332	7,803
2031-2035	8,110	617	2,193	7,984
2036-2040	-	-	718	3,332
2041-2045				
Total	$ 81,245	$ 21,301	$ 36,330	$ 24,344

PPBA

Year Ending June 30,	Bonds		Notes from Direct Borrowings	
	Principal	Interest	Principal	Interest
2021	$ 5,525	$ 7,415	$ 20,848	$ 7,897
2022	7,560	7,242	21,085	7,236
2023	7,745	6,877	21,315	6,518
2024	8,125	6,495	22,086	5,701
2025	8,535	6,093	18,434	4,902
2026-2030	34,710	24,420	78,800	12,644
2031-2035	40,190	15,441	17,170	3,668
2036-2040	44,105	5,215	13,482	959
2041-2045				
Total	$ 156,495	$ 79,198	$ 213,220	$ 49,525

	Revenue Bonds - Water			
Year Ending June 30,	Principal	ARRA Principal Foregiveness	Interest	Total
2021	$ 7,210	$ (341)	$ 3,018	$ 9,887
2022	7,283	(348)	2,865	9,800
2023	7,079	(357)	2,701	9,423
2024	7,195	(365)	2,530	9,360
2025	7,448	(375)	1,717	8,790
2026-2030	39,950	(1,997)	8,544	46,497
2031-2035	29,930	(1,617)	3,377	31,690
2036-2040	8,431	(229)	410	8,612
2041-2045				-
Total	$ 114,526	$ (5,629)	$ 25,162	$ 134,059

Bonds Payable

The following is a schedule of changes in bonds payable for the year ended June 30, 2020:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Balance Outstanding July 1, 2019	Issued	Retired	Balance Outstanding June 30, 2020
Governmental Activities:								
December 2001 - Taxable	12/1/2007	1/15/2026	3.0-6.8	$ 13,000	$ 6,020	$	$ 705	$ 5,315
Refunding Bonds 2010 Series A	12/21/2010	6/30/2026	4.6-5.0	30,545	18,505		2,300	16,205
GO Road Bond 2013 Series A	1/15/2013	1/15/2033	5.0	39,345	30,580		1,625	28,955
GO Refunding Bonds 2014 Series A	7/8/2014	7/15/2019	2.5	17,480	2,770		2,770	
GO Refunding Bonds 2014 Series B	7/8/2014	7/15/2019	1.0-3.25	6,285	1,505		1,505	
PRA Refunding Bonds 2015 Series A	3/31/2015	4/1/2029	2.0-5.0	44,910	33,441		2,671	30,770
Total governmental activities bonds payable					$ 92,821	$ -	$ 11,576	$ 81,245
Business-Type Activities:								
Water Revenue Bonds					$ 120,361	$ 570	$ 6,405	$ 114,526
1998 Series A	5/1/1998	12/1/2018	3.9-5.1	28,270				
1999 Series A	7/1/1999	12/1/2019	4.1-5.5	39,750	260		260	
2001 Series A	12/1/2001	12/1/2021	3.3-5.1	9,995	510		160	350
2007 Series B	11/7/2007	5/15/2021	3.8-5.5	16,470	2,820		1,420	1,400
2009 Series A	6/30/2009	6/30/2021	6.3	12,000	2,668		1,293	1,375
2009 Series A QSCB	12/30/2009	6/15/2025	1.9	22,320	9,000		1,480	7,520
2011 Series A	4/28/2011	6/15/2026	3.0-5.9	35,000	19,650		2,380	17,270
2010 Series A QSCB	12/7/2010	5/15/2029	2.5	12,280	12,280			12,280
2010 Series B QSCB	12/7/2010	5/15/2029	2.5	9,665	9,665			9,665
2013 Series A	11/19/2013	5/14/2024	3.0-5.0	69,705	22,870		5,860	17,010
2015 Series A	5/1/2015	5/15/2028	3.0-5.0	146,325	120,210		11,755	108,455
2015 Series B	12/1/2015	5/15/2035	2.0-4.0	10,000	8,870		440	8,430
2017 Series A	9/15/2017	9/15/2037	3.0-5.0	34,535	33,925		1,100	32,825
2017 Series B	9/15/2017	9/15/2037	3.0-5.0	10,000	9,596		411	9,185
2019 Series A	6/27/2019	6/15/2039	3.0-5.0	20,000	20,000		725	19,275
2019 Series B	6/27/2019	6/15/2039	4.0-5.0	10,000	10,000		325	9,675
2020 Series A	3/26/2020	3/26/2040	4.0-5.0	95,000		95,000		95,000
2020 Series B	3/26/2020	3/26/2040	1.0-2.5	20,000		20,000		20,000
Total business-type activities bonds payable					$ 402,685	$ 115,570	$ 34,014	$ 484,241

Capital Notes

The following table below shows the changes in capital notes payable for the year ended June 30, 2020. These capital notes are eligible for principal forgiveness through the American Recovery and Reinvestment Act of 2009 (ARRA) and could total $6,290.

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Balance Outstanding July 1, 2019	Issued	Retired	Balance Outstanding June 30, 2020
Port of Providence 2003 Series A	5/1/2003	9/1/2023	1.7-4.3	$ 20,820	$ 7,480	$	$ 1,500	$ 5,980
Port of Providence 2006 Series A	5/1/2006	9/1/2036	5.3-5.6	6,858	6,858			6,858
Total Governmental Activities Capital Notes Payable					$ 14,338	$ -	$ 1,500	$ 12,838

Notes Payable

The following are the changes notes payable for the year ended June 30, 2020:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Balance Outstanding July 1, 2019	Issued	Retired	Balance Outstanding June 30, 2020
HUD Section 108 Loan	2/1/2010	8/1/1931	0.2-7.2	$ 10,000	$ 1,968	$	$ 1,968	$
School Building Authority Capital Fund Loan Bond	6/30/2016	6/1/2026	1.9	1,831	1,282		184	1,098
Efficient Building Fund Loan	7/8/2016	6/30/2026	1.3-2.9	1,252	1,158		96	1,062
School Building Authoruty Capital Fund 2017	12/1/2017	12/1/2026	2.35	342	271		32	239
Total Governmental Activities Notes Payable					$ 4,679	$ -	$ 2,280	$ 2,399

PPBA Eliminations

The Providence Public Building Authority (PPBA) issues long-term bonds for the acquisition and construction of capital assets. Upon acquisition or completion, these capital assets are leased to the City. Because the PPBA is included as a blended component unit in the accompanying statements, the capital assets and related debt are reported as part of the governmental activities and business-type activities columns in the government-wide statements as presented below. The respective amounts in the PPBA statements have been eliminated in the business-type activities column in order to properly reflect the debt and assets.

The City and the Water Supply Board entered into lease agreements with the PPBA relating to various capital projects. In connection with these lease agreements, the PPBA issued revenue bonds that will be repaid by the Water Board with the Water Quality Protection Charge. The City repays the PPBA as lease payments from general revenues. The PPBA debt to be repaid by the proprietary funds has been shown as debt in those funds' financial statements. PPBA debt to be repaid by the City is presented as debt of the governmental activities in the government-wide statement of net position.

Debt Limit

Except as explained below, under Rhode Island law, the City may not, without special statutory authorization, incur any debt which would increase its aggregate indebtedness not otherwise excepted by law to an amount greater than 3% of the taxable property of the City. Deducted from the computation of aggregate indebtedness is the amount of any borrowing in anticipation of taxes authorized by law and the amount of any borrowing in anticipation of taxes authorized by law and the amount of any sinking funds maintained by the City. The current outstanding debt of the City subject to the 3% debt limit is $29.0 million and the current 3% debt limit of the City is $408.0 million based on taxable property as of December 31, 2019, of approximately $13.6 billion, leaving a remaining borrowing capacity of approximately $379.0 million.

The State of Rhode Island General Assembly (General Assembly) may, by special act permit the City to incur indebtedness outside the 3% debt limit. Bonds issued either within the 3% debt limit or by special legislation adopted by the General Assembly authorizing the City to incur debt are subject to referendum by the electors of the City. On June 30, 2020, the total outstanding debt of the City issued outside the 3% debt limit was $21.5 million, excluding water bonds and sewer bonds which are deemed self-supporting.

In addition to debt authorized within the 3% debt limit and debt authorized by special act of the General Assembly, Rhode Island General Laws Section 45-12-11 authorizes the State Director of Administration, upon petition by a municipality, to authorize such municipality to incur indebtedness in excess of the 3% debt limit whenever the Director shall determine that the sums appropriated by the municipality or its funds available are insufficient to pay the necessary expenses of the municipality. The City has not requested the State Director of Administration to authorize indebtedness of the City under Section 45-12-11.

8. LEASE COMMITMENT

Property and equipment carried at approximately $49,000 with approximately $20,100 in accumulated depreciation, in the governmental activities is being acquired under capital lease arrangements.

The City is obligated under various capital leases to make the following aggregate annual lease payments:

Year Ending June 30,		
2021	$	3,061
2022		3,729
2023		3,730
2024		3,729
2025		3,730
2026-2030		4,814
Total payments		22,793
Less interest		(1,700)
Principal Balance	$	21,093

Lease expenditures approximated $4,406 for the fiscal year ended June 30, 2020.

9. RESTRICTED ASSETS AND RELATED LIABILITIES

The State of Rhode Island enacted the Public Drinking Water Protection Act of 1987 (the Act) that empowers suppliers of public drinking water to levy a surcharge (the Water Quality Protection Surcharge) of $0.01 per hundred gallons of water for all customers. The Act was amended numerous times and effective July 1, 2002, the surcharge increased to $0.0292 per hundred gallons of water for all customers. In addition to the increase, the Water Supply Board will retain 36.1% of the surcharge in its Water Quality Protection fund, remit 57% to the State Water Resources Board and retain 6.9% for general operations.

The restricted assets are pooled with the cash and cash equivalents and investments of other funds maintained by the City. The earnings from pooled cash and cash equivalents and investments are allocated in proportion to each funds' balance.

10. FUND EQUITY

The components of fund balance at June 30, 2020 are as follows:

	General	School Fund	School Grants Fund	Capital Projects	Nonmajor and Other Funds	Total
Fund balances:						
Nonspendable:						
Trust	$		$	$	$ 136	$ 136
Restricted for:						
Trust					18,687	18,687
Education			5,508			5,508
Capital projects				2,041		2,041
Federal programs					17,033	17,033
Public lands and parks					3,607	3,607
Law enforcement and fire prevention					2,202	2,202
Community development					869	869
Committed to:						
Education		11,211	337			11,548
Capital projects					8,229	8,229
Public lands and parks					543	543
Unassigned	25,141				(19,005)	6,136
Total Fund Balances	$ 25,141	$ 11,211	$ 5,845	$ 2,041	$ 32,301	$ 76,539

11. DEFINED BENEFIT PENSION PLANS

The City contributes to two defined benefit pension plans - the Employees' Retirement System of the City of Providence (ERS), a single employer plan; and the Employees' Retirement System of the State of Rhode Island (the System), a cost-sharing multiple employer plan. The ERS is presented in the accompanying financial statements as a pension trust fund. A separate financial statement is not issued. The System is not included in the basic financial statements.

A. Employees' Retirement System of the City of Providence (ERS)

Plan Description

ERS is a single-employer defined benefit pension plan that covers most management employees of the City, except school teachers. The Plan provides retirement, disability and death benefits to plan members and their beneficiaries. Cost-of-living adjustments (COLA) are provided to retirees and beneficiaries at varying percentages ranging from 0% to 3%. Benefits are paid at varying amounts not to exceed 100% of final compensation for Class A (city) employees or 100% of final compensation for Class B at age 63 for police and 60 for fire. Final compensation is the average of the highest four years of base compensation including longevity pay earned by a member during his total service as an employee.

ERS is governed by an Employee Retirement Board provided by the Providence Home Rule Charter. The ERS consists of elected officials, management and employee representation and provides for establishing rules and regulations and is responsible for the administration and operation of the city employee retirement system. The Board has the discretion and authority to interpret the Plan and to determine the eligibility and benefits of Participants and beneficiaries pursuant to the provisions of the Plan. On all such matters, the decision of a majority of the then members of the Board shall govern and be binding upon the Employer, Participants, and beneficiaries.

Membership of the ERS plan consisted of the following at July 1, 2019, the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	3,234
Inactive employees entitled to but not yet receiving benefits	533
Active employees	2,891
Total	6,658

Contributions

Class A members and police officers are required to contribute 8% of their salary to the Plan. Class B members, other than police officers, are required to contribute 8% of their salary to the Plan if they were hired prior to July 1, 2011 and 9% if they were hired on or after July 1, 2011. The Mayor and City Council contribute to the Plan at a rate of $350 per year. Additionally, the City shall contribute from time to time amounts sufficient with the contributions of elected officials to provide the special pensions granted to them. The City contributions are determined actuarially. The current year contribution was determined with the July 1, 2019 actuarial valuation.

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the defined benefit pension plan. Plan member contributions are recognized in the period in which they are due. Employer contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

Investment Policy

The City policy for pension investments is under the oversight of the Board of Investment Commissioners. The Board contracts with an investment advisory firm and approves any new investment vehicles presented by the consultant. The Board follows all applicable state statutes and Section 17-189 of the City Ordinance, which states, "The Board of Investment Commissioners is authorized and empowered to execute the disposition and investment of the funds which are within its control in any securities and investments as would be acquired by prudent persons of discretion and intelligence in these matters, who are seeking a reasonable income and the preservation of their capital." The following is a representation of the Board's adopted asset allocation strategy:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Domestic Equity	45.25%	6.15%
International Developed Markets Equity	12.75%	6.78%
Core Fixed Income	26.00%	1.11%
Hedge fund, GTAA, risk parity	16.00%	3.19%
Total Portfolio	100.00%	

* Long-Term Returns are provided by Segal Group, Inc. The returns are geometric means.

Rate of Return

For the year ended June 30, 2020, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was -2.0%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of the Retirement System at June 30, 2020 were as follows:

Total pension liability	$	1,626,285
Plan fiduciary net position		(360,598)
Net Pension Liability	$	1,265,687
Plan fiduciary net position as a percentage of the total pension liability		22.17%

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of July 1, 2019 and rolled forward to June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	3.0%
Investment rate of return	7.00%

Mortality rates were based on the following:

Pre-Retirement

- Class A Healthy: Pub-2010 General Employee Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class B Health: Pub-2010 Safety Employee Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.

Post Retirement

- Class A Healthy Retiree: Pub-2010 General Healthy Retiree Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class B Health Retiree: Pub-2010 Safety Healthy Retiree Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class A Beneficiary: Pub-2010 General Contingent Survivor Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class B Beneficiary: Pub-2010 Safety Contingent Survivor Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class A Disabled Retiree: Pub-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.
- Class B Disabled Retiree: Pub-2010 Safety Disabled Retiree Amount-Weighted Mortality Tables projected generationally using Scale MP-2019.

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 are developed. Best estimates of the real rates of return for each major asset class are included along with the pension plan's long-term target asset allocation. Since the rates term rates shown above are geometric averages. The impact of asset allocation and rebalancing is not reflected in the expected return. An expected rate of return of 7.00% was used.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. 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 City 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.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances as of July 1, 2019	$ 1,403,526	$ 367,254	$ 1,036,272
Changes for the year:			
Service cost	21,139		21,139
Interest on total pension liability	109,930		109,930
Differences between expected and actual experience	(10,499)		(10,499)
Changes in assumptions	203,265		203,265
Employer contributions		86,723	(86,723)
Member contributions		12,842	(12,842)
Net investment income (loss)		(4,961)	4,961
Benefit payments, including refund to employee contributions	(101,076)	(101,076)	
Administrative expenses		(184)	184
Net changes	222,759	(6,656)	229,415
Balances as of June 30, 2020	$ 1,626,285	$ 360,598	$ 1,265,687

Sensitivity in the Net Pension Liability

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

	1% Decrease in Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Net Pension Liability as of June 30, 2020	$ 1,465,852	$ 1,265,687	$ 1,100,646

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

For the year ended June 30, 2020, the City recognized pension expense of $160,028. At June 30, 2020, the City reported deferred outflows and inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 5,906	$ 7,875
Changes of assumptions	152,450	
Net difference between projected and actual earnings on pension plan investments	31,930	
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,785	2,785
Total	$ 193,071	$ 10,660

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

Year Ended June 30,	
2021	$ 59,708
2022	59,200
2023	57,380
2024	6,123
Total	$ 182,411

B. Employees Retirement System of the State of Rhode Island

General Information about the Pension Plan

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

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

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

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

Cost of living adjustments are provided but are currently suspended until the collective plans administered by ERSRI reach a funded status of 80%. Until then, 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.

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 2020, City of Providence 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 City of Providence 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 City of Providence; the rates were 10.49% and 14.12% of annual covered payroll for the fiscal year ended June 30, 2020 for the state and City of Providence, respectively. The City contributed $22,715, $21,525 and $20,980 for the fiscal years ended June 30, 2020, 2019 and 2018, respectively, equal to 100% of the required contribution. The State's share of contribution for fiscal 2020 was $15,578 and is reported as on-behalf payments and included in both revenue and expenditures on the financial statements.

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

At June 30, 2020, the City reported a liability of $290,336 for its proportionate share of the net pension liability that reflected a reduction for contributions made by the state. The amount recognized by the City 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 City of Providence were as follows:

City's proportionate share of the pension liability	$	290,336
State's proportionate shre of the pension liability associated with the City		217,492
Total Net Pension Liability	$	507,828

The net pension liability was measured as of June 30, 2019, 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, 2018 rolled forward to June 30, 2019. The City's proportion of the net pension liability was based on a projection of the City'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, 2020 the City's proportion was 9.10%

For the year ended June 30, 2020, the City recognized gross pension expense of $53,692 and revenue of $24,128 for support provided by the State. At June 30, 2020, the City reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 3,536	$ 4,849
Changes of assumptions	16,989	2,291
Net difference between projected and actual earnings on pension plan investments		456
Contributions subsequent to measurement date	24,760	
Changes in proportion and differences between employer contributions and proportionate share of contributions	4,151	7,858
Total	$ 49,436	$ 15,454

$24,760 reported as deferred outflows of resources related to pensions resulting from the City's contributions in fiscal year 2020 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the subsequent period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2021	$ 3,231
2022	(1,803)
2023	1,995
2024	3,500
2025	1,759
Thereafter	540
Total	$ 9,222

Actuarial Assumptions

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

Inflation	2.50%
Salary increases	3.0% to 13.0%
Investment rate of return	7.0%

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

The actuarial assumptions used in the June 30, 2018 valuation rolled forward to June 30, 2019 and the calculation of the total pension liability at June 30, 2019 were consistent with the results of an actuarial experience study performed as of June 30, 2016.

The long-term expected rate of return best-estimate on pension plan investments was determined by the actuary using a building-block method. The actuary started by calculating best-estimate future expected real rates of return (expected returns net of pension plan investment expense and inflation) for each major asset class, based on a collective summary of capital market expectations from 34 sources. The June 30, 2019 expected arithmetic returns over the long-term (20 years) by asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Global Equity:		
US Equity	22.10%	6.16%
International Developed Equity	13.20%	6.83%
Emerging Market Equity	4.70%	8.90%
Private Growth:		
Private Equity	11.25%	9.81%
None-Core RE	2.25%	5.51%
OPP Private Credit	1.50%	9.81%
Income:		
High Yield Infastructure	1.00%	3.98%
REITS	1.00%	5.51%
Liquid Credit	2.80%	3.98%
Private Credit	3.20%	3.98%
Crisis Protection Class:		
Treasury Duration	4.00%	0.77%
Systematic Trend	4.00%	4.20%
Inflation Protection:		
Core Real Estate	3.60%	5.51%
Private Infastructure	2.40%	5.85%
TIPs	1.00%	1.37%
Natural Resources	1.00%	3.76%
Volatility Protection:		
IG Fixed Income	11.50%	2.15%
Absolute Return	6.50%	4.20%
Cash	3.00%	0.77%
Total Portfolio	100.00%	

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

Discount Rate

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

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

The following presents the net pension liability (asset) calculated using the discount rate of 7.0% 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% Decrease in Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase in Discount Rate (8.00%)
Net Pension Liability as of June 30, 2020	$ 358,806	$ 290,336	$ 234,287

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. Aggregate Pension Information

The City recognized the following amounts related to pension plans as of and for the year ended June 30, 2020:

	Measurement Date	Net Pension Liability	Deferred Ouflows of Resources	Deferred Inflows of Resources	Pension Expense
Employe Retirement System - ERS	6/30/2019	$ 290,336	49,436	15,454	53,692
Employe Retirement System - Providence	6/30/2020	1,265,687	193,071	10,660	167,502
		$ 1,556,023	$ 242,507	$ 26,114	$ 221,194

The net pension liability, deferred outflows, deferred inflows, and pension expense were allocated the to the following activities:

	Net Pension Liability	Deferred Ouflows of Resources	Deferred Inflows of Resources	Pension Expense
Governmental Activities	$ 1,496,433	$ 233,392	$ 23,114	$ 213,720
Business Activities	59,590	9,115	3,000	7,474
	$ 1,556,023	$ 242,507	$ 26,114	$ 221,194

D. Teachers Defined Contribution Pension Plan

Plan Description

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

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

The City's School District recognized pension expense of $933 for the fiscal year ended June 30, 2020.

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

E. Other City Pension Costs

The City is required to make contributions to the National Pension Plan of the Laborers' International Union of North America, a multi-employer plan. The pension cost incurred by the City for these purposes amounted to $3,915 for the year ended June 30, 2020.

12. OTHER POST EMPLOYMENT BENEFITS (OPEB)

Plan Description

The City's Post-Employment Medical Benefit Plan is a single-employer defined benefit postretirement health insurance program administered by the City. The City provides for a portion of the lifetime health care benefits to substantially all retired employees and their spouses. Health care benefits are provided through the City's self-insured health insurance program covering both active and retired employees. The financial activity of these programs is reported as an internal service fund. The Plan does not issue a separate financial report. These benefits are provided for and amended under various provisions of Rhode Island General Law, City Ordinances and the terms of collective bargaining agreements.

OPEB Funding Policy

The contribution requirements of plan members and the City are established and may be amended through provisions of Rhode Island General Law, City Ordinances and through collective bargaining. The required contribution is based on pay as you go financing requirements. The plan can cover 100% of the costs of the benefit, however, retirees and their spouses are potentially required to fund a portion of the Plan costs depending upon the class an employee has been assigned and their date of hire. Current employee co-share for the retiree health insurance benefit requires a co-share of .01 of final average salary with a maximum limit of $400.

The following is a current census of the City benefit participants as of July 1, 2018:

	(not in thousands)
Active members	4,299
Retirees	3,878
Total	8,177

Total OPEB Liability

The City's total OPEB liability of $1,122,063 was measured as of June 30, 2019 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation	3.50%
Salary increases	Non-Teachers: 3.5% per year before reflecting longevity. Longevity compensation varies from 3.0% to 11.0% based on years of service, date of hire and Class Teachers: Service-related increases – 13% decreasing over 10 years to an ultimate level of 3%
Health care trend rates	Non-Medicare medical: 7.0% decreasing by 0.25% for 10 years to an ultimate level of 4.5% Medicare medical: 6.0% decreasing by 0.25% for 6 years to an ultimate level of 4.5% Prescription drug: 9.0% decreasing by 0.25% for 18 years to an ultimate level of 4.5% Part B: 4.5% Administrative: 3.0%
Mortality rates	<u>Pre-Retirement</u> Class A Heathy: Pub-2010 General Employee Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class B Heathy: Pub-2010 Safety Employee Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Teachers: Pub-2010 Teacher Employee Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 <u>Post-Retirement</u> Class A Heathy: Pub-2010 General Healthy Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class B Heathy: Pub-2010 Safety Healthy Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Teachers Healthy: Pub-2010 Teacher Healthy Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class A Beneficiaries: Pub-2010 General Contingent Survivor Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class B Beneficiaries: Pub-2010 Safety Contingent Survivor Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Teachers Beneficiaries: Pub-2010 Teacher Contingent Survivor Retiree Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class A Disabled Retirees: Pub-2010 Non-Safety Disabled Retirees Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Class B Disabled Retirees: Pub-2010 Safety Disabled Retirees Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019 Teachers Disabled Retirees: Pub-2010 Non-Safety Disabled Retirees Headcount-Weighted Mortality Tables projected generationally with Scale MP-2019

Changes in the Total OPEB Liability

	Increase (Decrease)		
	Governmental Activities Liability (a)	Business-Type Activities Liability (b)	Total OPEB Liability (a)+(b)
Balances as of July 1, 2019	$ 1,039,243	$ 23,458	$ 1,062,701
Changes for the year:			
Service cost	25,508	576	26,084
Interest on total OPEB liability	40,583	916	41,499
Experience (gain) and loss	-	-	-
Employer contributions	(32,450)	(755)	(33,205)
Change of assumptions	24,433	551	24,984
Change in proportionate share	(2,319)	2,319	
Net changes	55,755	3,607	59,362
Balances as of June 30, 2020	$ 1,094,998	$ 27,065	$ 1,122,063

Changes of assumptions reflect the following:

- The mortality, disability, withdrawal, and retirement assumptions for Class A and the mortality assumptions for Class B were updated to be consistent with The Employee Retirement System of the City of Providence Actuarial Experience Review for July 1, 2015 through June 30, 2018, dated December 14, 2020, completed by Segal.
- The disability, withdrawal, and retirement assumptions for teachers were updated to be consistent with the Employees' Retirement System of Rhode Island Actuarial Experience Investigation as of June 30, 2019, dated May 6, 2020 completed by Gabriel, Roeder Smith & Company.
- The mortality assumptions for teachers were updated to the Pub-2010 Teacher Headcount-Weighted mortality tables released by the Society of Actuaries in 2019.
- The discount rate was lowered from 3.87% as of June 30, 2018 to 3.50% as of June 30, 2019.
- The impact of the excise tax on high cost health plans (part of the Patient Protection and Affordable Care Act) was removed as the tax was repealed effective December 20, 2019.

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

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.50%) or 1 percentage point higher (4.50%) than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	$ 1,330,237	$ 1,122,063	$ 960,268

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

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	$ 943,153	$ 1,122,063	$ 1,354,986

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

For the year ended June 30, 2020, the City recognized OPEB expense of $48,430. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Differences between expected and acutal exeperience	$ 32,736	$ (102,082)
Changes of Assumptions	20,820	
Changes in proportion and differences between employer contributions and proportionate share of contributions	23,380	(23,380)
Total	$ 76,936	$ (125,462)

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

Year Ending June 30	
2021	$ (19,154)
2022	(19,154)
2023	(19,154)
2024	4,772
2025	4,164
	$ (48,526)

13. CONTINGENCIES

The City is involved in numerous lawsuits, claims and grievances arising in the normal course of business, including claims for property damage, personal injury and personnel practices, disputes over property condemnation proceedings and suits contesting the legality of certain taxes. In the opinion of City officials, the ultimate disposition of these matters will not have a material adverse effect on the City's basic financial statements. Included in the government-wide financial statements is a provision for claims that are deemed probable.

The City participates in a number of federally-assisted grant programs. These programs are subject to financial and compliance audits by the grantors or their representatives. In the opinion of City officials, liabilities resulting from such disallowed expenditures, if any, will not be material to the accompanying basic financial statements.

The City is committed under contracts for outstanding projects approximating $29.2 million as of June 30, 2020.

14. RELATED PARTY TRANSACTIONS

The City leases certain properties from the PPBA. The estimated future minimum lease payments required under these agreements coincide with the principal and interest payments on bonds issued by the PPBA. The leases terminate between 2020 and 2040. The City, in turn, subleases a portion of this property to the School Department. At the expiration of the leases, the City, at its option, can purchase the properties for a nominal amount (see Notes 6 and 7).

15. RISK MANAGEMENT

The City is self-insured in most areas of risk; due to "stop loss" insurance, the city is responsible for a maximum of $1 million per claimant per year for health care claims. Self-insured risks include general liability, property and casualty, workers' compensation, unemployment and employee health insurance claims. The City does, however, purchase commercial insurance for all buildings leased from the PPBA. The City's Counsel defends the City in any lawsuits that arise from the normal course of operations. At no time during the past three years have insurance settlements exceeded coverage.

The City's health insurance program provides coverage to the City's employees and retirees through United Healthcare and Blue Cross - Blue Shield of Rhode Island (BCBS). In 1997, the City first went to a self-insured program with BCBS and United Health Care. BCBS and United Health Care act as third-party agents for the City in the payment of the various claim plans used by the City. Costs incurred for the operation of BCBS and United Health Care plans are accounted for in an internal service fund. Costs to the City are paid by all funds based on "working rates" established by a third party medical consultant.

The City is required to record liabilities for self-insured claims if it is probable that a loss has been incurred and the amount can be reasonably estimated. The City has established a liability based on historical trends of previous years, where available, and attorney's estimates of pending matters and lawsuits in which the City is involved.

Changes in the risk management liability for the fiscal years ended June 30, 2020 and June 30, 2019 are below. Legal claims and incurred but not reported claims for health benefits are recorded in the City's internal service fund. Accrued workers' compensation claims are recorded on the entity-wide statements. This schedule presents the activity for all self-insured risks.

	2020	2019
Beginning of the year	$ 28,872	$ 49,704
Incurred claims	100,452	107,870
Less: payment of claims attributable to events of both the current and prior fiscal years:		
Health, legal and workers' compenation	97,628	128,702
Total	$ 31,696	$ 28,872
Legal Claims	$ 21,418	$ 17,725
Health - IBNR	5,739	6,448
Workers' Compensation	4,539	4,699
Total	$ 31,696	$ 28,872

16. ABATEMENTS

As of June 30, 2020, the City provides tax abatements through multiple programs:

- Title 44 Program
- Historic Property Stabilization Ordinance
- Tax Stabilization for Commercial and Residential Property
- Neighborhood Revitalization Act

Program:	Title 44 Program	Historic Property Stabilization Ordinance	Tax Stabilization for Commercial and Residential Property	Neighborhood Revitalization Act
Purpose of program:	To encourage the restoration of historical landmark properties and mills in the arts and entertainment district.	To encourage the rehabilitation of historic commercial and industrial buildings to productive use.	To encourage the investment in building improvements and/or new construction by owners of property requiring environmental remediation, is historically preserved, or is used for affordable housing, manufacturing, commercial, or residential purposes.	To encourage and promote the use of vacant and/or underutilized property through new construction or rehabilitation of qualifying properties for residential and commercial purposes.
Tax being abated:	Real and Personal Property Tax	Real and Personal Property Tax	Real and Personal Property Tax	Real and Personal Property Tax
Authority under which abatement agreement is entered into:	The State of Rhode Island General Laws Section 44-3-31.2	The State of Rhode Island General Laws Section 44-3-9	The State of Rhode Island General Laws Section 44-3-9	The State of Rhode Island General Laws Section 44-3-9

Program:	Title 44 Program	Historic Property Stabilization Ordinance	Tax Stabilization for Commercial and Residential Property	Neighborhood Revitalization Act
Criteria to be eligible to receive abatement:	Eligibility is based on taxable properties designated on the landmark list as approved by ordinance in the City of Providence, and shall be eligible if certified by the city building inspector as in need of substantial rehabilitation.	Eligible property must be in need of substantial rehabilitation, at least 50% of the current replacement value of the structure, as determined by the Director of Department of Inspections and Standards, and located in the historic district as determined by the City Council.	Eligible property must be located in the I-195 redevelopment district, located in the Capital Center Special Development District, or include new construction with a construction valuation of at least $10,000,000, or the rehabilitation of commercial or multi-family residential property with a cost of construction of at least $10,000,000.	Eligible properties include new construction (excluding land acquisition costs) or the rehabilitation of commercial, mixed-use, or multi-family residential property between $250,000 and $3,000,000 located in opportunity neighborhoods, or commercial corridors that abut or are contiguous with opportunity neighborhoods.
How recipients' taxes are reduced:	Through a reduction of the property's assessed value.	Through a reduction of the property's assessed value.	Through the fixing of the assessed value prior to the improvement.	Through the fixing of the assessed value prior to the improvement.
How amount of abatement is determined:	The benefit is based on a fixed rate reduction of $33.44 applied to the tangible property value over a ten-year period.	The benefit is an amount equal to the lesser of $0.35 per square foot or the tax assessed for the year.	The benefit will be based upon a percentage of the total tax at the annual tax rate.	The benefit will be based upon a percentage of the total tax at the annual tax rate over a six year phase-in period.
Provisions for recapturing abated taxes:	None	None	None	None
Types of commitments made by the City other than to reduce taxes:	None	None	None	None

Program:	Title 44 Program	Historic Property Stabilization Ordinance	Tax Stabilization for Commercial and Residential Property	Neighborhood Revitalization Act
Gross dollar amount (accrual basis) by which the City's taxes were reduced as a result of the abatement agreement/program:	$17,716	$3,344	$151	$384

17. CORONAVIRUS (COVID-19)

On January 30, 2020, the World Health Organization declared the coronavirus to be a public health emergency. On March 9, 2020, the Governor of the State of Rhode Island declared a state of emergency to combat a novel coronavirus disease (COVID-19).

The City derives a significant portion of its revenues from property taxes. While the City has not experienced any significant increase in the amount of delinquency from its taxpayers, the situation creates uncertainty about the impact of future revenues that might be generated. In addition, at this time, it is uncertain what the effects of the pandemic will be on the City's health care costs, changes in interest rates, investment valuation and the future federal or state fiscal relief.

Required Supplementary Information

CITY OF PROVIDENCE, RHODE ISLAND
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Revenues and Transfers	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance Positive/ (Negative)
Tax revenues:				
Property taxes	$ 345,218	$ 345,218	$ 348,593	$ 3,375
Interest on overdue taxes	4,300	4,300	4,157	(143)
	349,518	349,518	352,750	3,232
Payments in lieu of taxes	33,498	33,498	14,214	(19,284)
Tax stabilization plans	7,760	7,760	7,810	50
State revenue	51,690	51,690	53,793	2,103
Fines	5,000	5,000	2,974	(2,026)
Investment interest	400	400	519	119
Miscellaneous	1,586	1,586	2,750	1,164
	99,933	99,933	82,060	(17,873)
Executive, legislative, and judicial:				
Mayor's Office				
Law Department	76	76	14	(62)
City clerk	9	9	8	(1)
Probate court	166	166	104	(62)
Housing court	20	20	19	(1)
	271	271	145	(126)
Finance:				
City collector	500	500	350	(150)
City controller			15	15
Personnel Department			2	2
Workers compensation				
	500	500	367	(133)
Public safety:				
Commissioner of public safety	164	164	151	(13)
Police department	8,358	8,358	7,597	(761)
Fire department	1,198	1,198	931	(267)
Communications	726	726	718	(8)
Parking administration	4,875	4,875	3,385	(1,490)
Traffic engineering	420	420	362	(58)
	15,741	15,741	13,144	(2,597)
Building inspection department:				
Building inspection administration	7,552	7,552	6,204	(1,348)
Zoning board of review	42	42	30	(12)
Building board of review	6	6	4	(2)
	7,600	7,600	6,238	(1,362)

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CITY OF PROVIDENCE, RHODE ISLAND
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Revenues and Transfers	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance Positive/ (Negative)
Public works:				
Environmental control	$ 42	$ 42	$ 27	$ (15)
Highway	276	276	168	(108)
Sewer construction and maintenance	11	11	8	(3)
	329	329	203	(126)
Public lands and parks:				
North Burial Ground	340	340	491	151
Other departments:				
Recorder of deeds	3,550	3,550	3,564	14
Vital statistics	347	347	278	(69)
Bureau of licenses	1,550	1,550	1,506	(44)
Emergency Management	203	203	210	7
WSB reimbursement	839	839	841	2
Room tax	2,319	2,319	1,848	(471)
Meals and beverage tax	6,451	6,451	5,252	(1,199)
Tax Stabilization	140	140	439	299
Planning and urban development			22	22
Arts, Culture, Film & Tourism	125	125	127	2
Providence Place Mall	970	970	991	21
Voluntary payments in lieu of taxes	7,601	7,601	7,016	(585)
Port Providence	350	350	438	88
	24,444	24,444	22,532	(1,912)
Public Properties	129	129	763	634
Transfers:				
Transfer from rescue runs	4,900	4,900	5,437	537
Transfer from police/fire detail fund	1,845	1,845	1,591	(254)
Transfer from Fire Detail	250	250	122	(128)
Transfers from North Burial Ground	260	260	172	(88)
Transfer from Other funds			1,196	1,196
	7,255	7,255	8,518	1,263
Total	$ 506,061	$ 506,061	487,211	$ (18,850)

Budgetary revenues are different than GAAP revenues because:	
Funds consolidated with the General Fund under GASB 54	17,304
Bond proceeds not budgeted related to PPBA	129,520
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV	$ 634,035

CITY OF PROVIDENCE, RHODE ISLAND
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Expenditures and Transfers	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance Positive/ (Negative)
Executive, legislative and judicial:				
Mayor's office	$ 3,348	$ 3,348	$ 3,170	$ 178
City Council	790	790	748	42
City sergeant	96	96	95	1
City clerk	1,288	1,288	1,124	164
Law department	6,308	6,308	6,537	(229)
Municipal court	1,285	1,285	1,352	(67)
Probate court	528	528	505	23
Housing court	470	470	445	25
Contingencies-Mayor	95	95	94	1
	14,208	14,208	14,070	138
Finance:				
Finance Director	956	956	1,145	(189)
City controller	1,347	1,347	1,363	(16)
Employees retirement office	501	501	512	(11)
Data processing	3,972	3,972	3,488	484
City collector	2,331	2,331	2,143	188
City assessor	1,931	1,931	1,826	105
Board of tax assessment review	17	17	19	(2)
Treasury department	720	720	733	(13)
Personnel	2,209	2,209	2,114	95
Heat, light and power	4,144	4,144	6,032	(1,888)
Debt service	58,554	58,554	60,551	(1,997)
Employee Death Benefit	150	150	314	(164)
Workers compensation	2,089	2,089	2,020	69
Unemployment compensation	240	240	214	26
	79,162	79,162	82,474	(3,312)
Public safety:				
Commissioner of public safety	1,854	1,854	1,529	325
Police department	85,644	85,644	73,467	12,177
Fire department	75,602	75,602	68,989	6,613
Communications department	9,848	9,848	8,900	948
Traffic Engineering	1,569	1,569	1,625	(56)
	174,517	174,517	154,510	20,007

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CITY OF PROVIDENCE, RHODE ISLAND
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Expenditures and Transfers	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance Positive/ (Negative)
Building inspection department:				
Building inspection administration	$ 1,845	$ 1,845	$ 1,607	$ 238
Structures and zoning division	1,859	1,859	1,507	352
Plumbing, drainage, and gas piping division	456	456	450	6
Electrical installations division	358	358	267	91
Zoning board of review	19	19	21	(2)
Building and housing board of review	14	14	12	2
	4,552	4,552	3,864	688
Public works:				
Public works administration	1,120	1,120	1,008	112
Engineering and sanitation	1,212	1,212	899	313
Environmental control	10,829	10,829	11,649	(820)
Highway	4,670	4,670	4,182	488
Snow removal	2,179	2,179	816	1,363
Parking administration	907	907	571	336
Sewer construction and maintenance	1,000	1,000	899	101
Garage maintenance and equipment repair	951	951	947	4
	22,867	22,867	20,971	1,896
Recreation:				
Recreation	2,390	2,390	2,223	167
Recreation seasonal	932	932	1,209	(277)
	3,322	3,322	3,432	(110)
Public lands and parks:				
Grounds maintenance services	1,597	1,597	1,564	33
Forestry services	5,436	5,436	5,623	(187)
Zoological services	2,999	2,999	2,925	74
Park environmental services (Greenhouse)	605	605	532	73
Park programming (Roger Williams Park)	1,475	1,475	1,233	242
Superintendent of parks	1,105	1,105	1,202	(97)
North Burial Grounds	744	744	705	39
	13,960	13,960	13,784	176
Other departments:				
Recorder of deeds	563	563	610	(47)
Vital statistics	377	377	266	111
Board of canvassers	749	749	632	117
Bureau of licenses	936	936	813	123

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CITY OF PROVIDENCE, RHODE ISLAND
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Expenditures and Transfers	Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance Positive/ (Negative)
Other departments, (Continued):				
Emergency Management	$ 681	$ 681	$ 504	$ 177
Planning and urban development	3,867	3,867	3,631	236
Office of Economic Opportunity	2,020	2,020	1,679	341
Administration to City Council	1,396	1,396	1,204	192
Internal auditor	766	766	530	236
Archives	487	487	449	38
Human relations commission	119	119	59	60
Department of human services	723	723	509	214
Office of Arts, Culture, Film & Tourism	1,686	1,686	1,530	156
Providence Housing Authority	9	9	8	1
League of Cities	60	60	55	5
Ceremonies	9	9	8	1
P.E.R.A.	340	340	180	160
Non-Departmental	2,485	2,485	3,483	(998)
	17,271	17,271	16,150	1,121
Grants:				
Providence Public Library	4,275	4,275	4,275	-
Community centers	261	261	261	-
Crossroads	129	129	129	-
P.A.S.A	350	350	350	-
Institute of Non-Violence	188	188	188	-
Grants (Transfer to Mary Sharpe)	25	25	25	-
Grant Expenditure	675	675	675	-
	5,903	5,903	5,903	-
Public properties	7,334	7,334	7,503	(169)
Transfers:				
Transfers to School Department	130,047	130,047	130,047	-
Transfer to Retiree Benefits	29,134	29,134	29,134	
Deficit Reduction	3,785	3,785		3,785
Transfer to Other Department			1,165	(1,165)
	162,966	162,966	160,346	2,620
Total	$ 506,061	$ 506,061	483,007	$ 23,054
Budgetary expenditures are different than GAAP expenditures because:				
Funds consolidated with the General Fund under GASB 54			16,772	
Capital outlay not budgeted related to PPBA			129,520	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			$ 629,299	

CITY OF PROVIDENCE, RHODE ISLAND
SCHOOL FUND
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Budgeted Amounts			
	Original	Final	Actual	Variance With Final Budget Positive (Negative)
Revenues:				
Federal and state revenue	$ 249,044	$ 251,791	$ 246,128	$ (5,663)
Other revenue	6,435	6,435	6,161	(274)
Transfers from other funds	128,546	128,547	130,047	1,500
Total revenues	384,025	386,773	382,336	(4,437)
Expenditures:				
Education	384,025	386,773	371,125	15,648
Total expenses	384,025	386,773	371,125	15,648
Excess of Revenue over Expenditures	$ -	$ -	$ 11,211	$ 11,211

Budget - GAAP Reconciliation: A reconciliation of revenues and expenditures between the accounting treatment required by GAAP and budgetary requirements is as follows:

	School Unrestricted	
	Revenues	Expenditures
Balance, Budgetary Basis - June 30, 2020	$ 382,336	$ 371,125
State teachers' retirement on-behalf payments	15,578	15,578
Balance, GAAP Basis - June 30, 2020	$ 397,914	$ 386,703

CITY OF PROVIDENCE, RHODE ISLAND
EMPLOYEES RETIREMENT SYSTEM OF THE CITY OF PROVIDENCE (ERS)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
LAST SEVEN FISCAL YEARS*
(In Thousands)

	2020	2019	2018	2017	2016	2015	2014
Total pension liability:							
Service cost	$ 21,139	$ 19,541	$ 19,667	$ 20,248	$ 18,405	$ 17,783	$ 18,844
Interest	109,930	107,615	105,421	102,963	100,333	98,938	96,007
Differences between expected and actual experience	(10,499)	2,142	5,781	11,541	(4,367)	1,650	
Changes of assumptions	203,265				60,313	841	
Benefit payments, including refunds of member contributions	(101,076)	(102,828)	(103,818)	(103,088)	(108,193)	(97,651)	(96,570)
Net change in total pension liability	222,759	26,470	27,051	31,664	66,491	21,561	18,281
Total pension liability - beginning	1,403,526	1,377,056	1,350,005	1,318,341	1,251,850	1,230,289	1,212,008
Total pension liability - ending	1,626,285	1,403,526	1,377,056	1,350,005	1,318,341	1,251,850	1,230,289
Plan fiduciary net position:							
Contributions - employer	86,723	83,357	78,123	72,396	70,704	66,876	62,140
Contributions - member	12,842	12,654	12,246	11,419	12,043	11,624	10,873
Net investment income	(4,961)	15,249	24,026	34,880	7,849	12,702	47,003
Benefit payments, including refunds of member contributions	(101,076)	(102,828)	(103,818)	(103,088)	(108,193)	(97,651)	(96,570)
Administrative expense	(184)	(176)	(223)	(250)	(184)	(195)	(1,519)
Net change in plan fiduciary net position	(6,656)	8,256	10,354	15,357	(17,781)	(6,644)	21,927
Plan fiduciary net position - beginning	367,254	358,998	348,644	333,287	351,068	357,712	335,785
Plan fiduciary net position - ending	360,598	367,254	358,998	348,644	333,287	351,068	357,712
Net Pension Liability - Ending	$ 1,265,687	$ 1,036,272	$ 1,018,058	$ 1,001,361	$ 985,054	$ 900,782	$ 872,577
Plan fiduciary net position as a percentage of the total pension liability	22.17%	26.17%	26.07%	25.83%	25.28%	28.04%	29.08%
Covered payroll	$ 159,505	$ 155,596	$ 145,815	$ 143,311	$ 145,874	$ 142,504	$ 139,893
Net pension liability as a percentage of covered payroll	793.51%	666.00%	698.18%	698.73%	675.28%	632.11%	623.75%

*Note - This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

CITY OF PROVIDENCE, RHODE ISLAND
EMPLOYEES RETIREMENT SYSTEM OF THE CITY OF PROVIDENCE (ERS)
SCHEDULE OF EMPLOYER CONTRIBUTIONS
LAST SEVEN FISCAL YEARS*
(In Thousands)

	2020	2019	2018	2017	2016	2015	2015
Actuarially determined contribution	$ 84,867	$ 80,763	$ 76,444	$ 72,396	$ 70,704	$ 66,876	$ 61,615
Contributions in relation to the actuarially determined contribution	86,723	83,357	78,123	72,396	70,704	66,876	62,140
Contribution Deficiency (Excess)	$ (1,856)	$ (2,594)	$ (1,679)	$ -	$ -	$ -	$ (525)
Covered payroll	$ 159,505	$ 155,596	$ 145,815	$ 143,311	$ 145,874	$ 142,504	$ 139,893
Contributions as a percentage of covered payroll	54.37%	53.57%	53.58%	50.52%	48.47%	46.93%	44.42%

Notes to Schedule

Valuation date:	July 1, 2019
Measurement date:	June 30, 2020

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar for the 1995 deferral liability and increasing 3.5% per year for the remaining unfunded liability.
Remaining amortization period	21 years remaining as of July 1, 2019 (12 years remaining as of July 1, 2019 for the 1995 deferral.
Inflation	3.0%
Salary increases	3.0% per year before reflecting increases due to longevity compensation.
Investment rate of return	7.00%, net of pension plan investment and administrative expenses, including inflation.
Cost of living adjustments:	10-year freeze as of January I, 2013 and 3% thereafter.
Benefit changes:	There have been no changes in benefit provisions since GASB 67/68 implementation
Assumption changes:	The actuarial assumptions used to reflect the assumptions proposed in the Experience Investigation for the Five Year Period Ending June 30, 2011 submitted to the Board on April 2, 2012, with the following exception: The retirement rate for Class B participants is 100% at age 60.

*Note - This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

CITY OF PROVIDENCE, RHODE ISLAND
EMPLOYEES RETIREMENT SYSTEM OF THE CITY OF PROVIDENCE (ERS)
SCHEDULE OF INVESTMENT RETURNS
LAST SEVEN FISCAL YEARS*

	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	-2.00%	4.50%	7.30%	12.20%	2.60%	3.30%	17.50%

*Note - This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

CITY OF PROVIDENCE, RHODE ISLAND
EMPLOYEES RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST THREE FISCAL YEARS
(In Thousands)

	2020	2019	2018
City's proportion of the net pension liability	0.70%	0.70%	0.69%
City's proportionate share of the net pension liability	$ 290,336	$ 286,187	$ 282,998
State's proportionate share of the net pension liability associated with the City	217,492	213,475	213,878
Total	$ 507,828	$ 499,662	$ 496,876
City's covered payroll	$ 184,089	$ 154,962	$ 154,962
City's proportionate share of the net pension liability as a percentage of its covered payroll	63%	54%	55%
Plan fiduciary net position as a percentage of the total pension liability	47.43%	54.01%	54.06%

Notes:
1.) The amounts presented for each fiscal year were determined as of the 6/30 measurement date prior to the fiscal year-end.

2.) This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

CITY OF PROVIDENCE, RHODE ISLAND
EMPLOYEES RETIREMENT SYSTEM OF THE STATE OF RHODE ISLAND
SCHEDULE OF THE CITY'S CONTRIBUTIONS
LAST THREE FISCAL YEARS
(In Thousands)

	2020	2019	2018
Actuarially determined contribution	$ 24,760	$ 22,183	$ 20,747
Contributions in relation to the actuarially determined contribution	24,760	22,183	20,747
Contribution deficiency (excess)	$ -	$ -	$ -
City's covered payroll	$ 184,089	$ 154,962	$ 154,962
Contributions as a percentage of its covered payroll	13.5%	14.3%	13.4%

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 ten years. Additional information will be added as it becomes available.

CITY OF PROVIDENCE, RHODE ISLAND
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TWO FISCAL YEARS*

	2020	2019
Total OPEB liability		
Service cost	$ 26,084	$ 23,533
Interest on the total OPEB liability	41,499	37,115
Differences between expected and actual experience	-	49,105
Changes of assumptions	24,984	(45,456)
Benefit payments	(33,205)	(29,355)
Net change in total OPEB liability	59,362	34,942
Total OPEB liability - beginning	1,062,701	1,027,759
Total OPEB Liability - Ending	$ 1,122,063	$ 1,062,701

*Schedule is intended to show information for 10 years - additional years will be displayed as they become available.

Supplemental, Combining and Individual Fund Statements and Schedules

Nonmajor Governmental Funds

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Neighborhood Housing Fund – is used for Administrative and Program Expenses primarily related to Housing Repair Loan Programs and Downpayment/Closing Assistance Programs. Also income related to Tax Stabilization Agreements.

Community Development – is used to account for Administrative and Program Expenses and Program Income primarily related to the following federally funded programs: Community Development Block Grant and Lead Grant.

PEDC Fund - is used to account for Administrative and Program Expenses and Program Income primarily related to loans and grants for business start-ups, expansion, and operating costs (Industrial, Commercial and Operating Accounts).

Other P&D – is used to account for Good Faith Deposits – Deposits to secure vacant lots of the PRA until closing. There is also the Lead Fund which is primarily for expenses and income related to federally funded programs that supply loans to homeowners for remediation work, income from federal grants and City Bond dollars.

Other Special Revenue Funds – is used to account for various smaller special revenue funds used by the City.

Skating Rink – is used to account for the operations of the Skating Rink.

WDO – is used to account for proceeds received from the federal government for workforce development services.

Capital Proceeds Fund – is used to account for various smaller operations. It primarily consists of a Trust Fund that has spending stipulations for various City operations, and proceeds received for public safety and seizure.

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Other Nonmajor Governmental Funds - Other Nonmajor governmental funds are used to account for permanent trust funds.

Exhibit A-1

CITY OF PROVIDENCE, RHODE ISLAND
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(In Thousands)

	Neighborhood Housing	Community Development	PEDC	Other P & D	Other Special Revenue Fund	Skating Rink	WDO	Capital Proceeds Fund	Other Nonmajor Governmental Funds	Totals
ASSETS										
Cash and cash equivalents	$ 2,195	$ 2,425	$ 3,150	$ 518	$ 4,961	$ 348	$ 200	$ 4,644	$ 1,193	$ 19,634
Investments					395			99	18,131	18,625
Receivables, net:										
Loans	4,780	1,033	6,258							12,071
Intergovernmental		9,390		223	470		54			10,137
Other	158	216		60	82	5	2,832	18		3,371
Due from other funds	373	3,806	2,287	434	1,224			4,701	168	12,993
Other assets	318	6	327							651
Total Assets	$ 7,824	$ 16,876	$ 12,022	$ 1,235	$ 7,132	$ 353	$ 3,086	$ 9,462	$ 19,492	$ 77,482
LIABILITIES AND FUND BALANCES										
LIABILITIES										
Warrants and accounts payable	$ 98	$ 2,215	$	$ 103	$ 252	$ 39	$ 422	$	$ 25	$ 3,154
Accrued liabilities	182					1	1,931			2,114
Unearned revenue	315	9,390	386	20						10,111
Due to other funds	391	4,465	2,393	966	19,570		140	1,233	644	29,802
Total liabilities	986	16,070	2,779	1,089	19,822	40	2,493	1,233	669	45,181
FUND BALANCES										
Nonspendable									136	136
Restricted	6,838	806	9,243	146	5,772	313	593		18,687	42,398
Committed					543			8,229		8,772
Unassigned					(19,005)					(19,005)
Total fund balances	6,838	806	9,243	146	(12,690)	313	593	8,229	18,823	32,301
Total Liabilities and Fund Balances	$ 7,824	$ 16,876	$ 12,022	$ 1,235	$ 7,132	$ 353	$ 3,086	$ 9,462	$ 19,492	$ 77,482

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Neighborhood Housing	Community Development	PEDC	Other P&D	Other Special Revenue Fund	Skating Rink	WDO	Capital Proceeds Fund	Other Nonmajor Governmental Funds	Totals
Revenues:										
Departmental	$	$	$	$	$ 606	$ 642	$ 992	$	$ 58	$ 2,298
Intergovernmental		8,435		1,253	3,222		4,021			16,931
Investment and rental income	147		141		207			68	958	1,521
State Fiscal Stabilization Funds										
Other	183		32		1,112			935		2,262
Total Revenues	330	8,435	173	1,253	5,147	642	5,013	1,003	1,016	23,012
Expenditures:										
Current:										
Executive, legislative, and judicial					17				350	367
Finance									10	10
Public safety					21,635		4,738			26,373
Building inspection					54					54
Recreation					746	622				1,368
Public lands and parks					858				853	1,711
Grants					615					615
Community development	811	8,475	294	1,253	134					10,967
Noncurrent:										
Capital outlays									39	39
Debt Service:										
Principal										
Interest and other costs										
Total expenditures	811	8,475	294	1,253	24,059	622	4,738		1,252	41,504
Excess (Deficiency) of Revenue over Expenditures	(481)	(40)	(121)		(18,912)	20	275	1,003	(236)	(18,492)
Other Financing Sources (Uses):										
Transfers in		35			1,169				147	1,351
Transfers out			(35)					(1,196)	(323)	(1,554)
Total other financing sources (uses)	-	35	(35)	-	1,169	-	-	(1,196)	(176)	(203)
Net Change in Fund Balance	(481)	(5)	(156)		(17,743)	20	275	(193)	(412)	(18,695)
Fund Balance, Beginning of Year	7,319	811	9,399	146	5,053	293	318	8,422	19,235	50,996
Fund Balance, End of Year	$ 6,838	$ 806	$ 9,243	$ 146	$ (12,690)	$ 313	$ 593	$ 8,229	$ 18,823	$ 32,301

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
COMMUNITY DEVELOPMENT
JUNE 30, 2020
(In Thousands)

	Community Development Block Grant	Lead Grant	Totals
ASSETS			
Cash and cash equivalents	$ 1,142	$ 1,283	$ 2,425
Loans	943	90	1,033
Intergovernmental	3,030	6,360	9,390
Other Receivables	216		216
Due from other funds	3,050	756	3,806
Other assets	6		6
Total Assets	$ 8,387	$ 8,489	$ 16,876
LIABILITIES			
Warrants and accounts payable	$ 1,477	$ 738	$ 2,215
Unearned revenue	3,030	6,360	9,390
Due to other funds	3,391	1,074	4,465
Total liabilities	7,898	8,172	16,070
FUND BALANCES			
Restricted	489	317	806
Total Liabilities and Fund Balances	$ 8,387	$ 8,489	$ 16,876

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
COMMUNITY DEVELOPMENT
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Community Development Block Grant	Lead Grant	Totals
Revenues:			
Intergovernmental	$ 7,405	$ 1,030	$ 8,435
Total revenues	7,405	1,030	8,435
Expenditures:			
Community development	7,420	1,055	8,475
Total expenditures	7,420	1,055	8,475
Other Financing Sources (Uses):			
Transfers in	35		35
Net Change in Fund Balance	20	(25)	(5)
Fund Balance, Beginning of Year	469	342	811
Fund Balance, End of Year	$ 489	$ 317	$ 806

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
OTHER SPECIAL REVNUE FUNDS
JUNE 30, 2020
(In Thousands)

	Good Faith Grant	Recreation Department	Grants Fund	Public Safety Grants	FCACFP Parks Department	Police Animal Dog Pound	Harbor Moorings Fund	ARRA	Economic Opportunity Grants	Partnerships-Development Grant	PVD Gives Commission	Healthy Communities Grants
ASSETS												
Cash and cash equivalents	$	$ 135	$ 101	$ 500	$ 56	$ 213	$ 1	$	$ 7	$ 277	$ 3	$ 226
Investments												
Receivables, net:												
Intergovernmental		292	25	82								71
Other				3		1						
Due from other funds												
Total assets	$ -	$ 427	$ 126	$ 585	$ 56	$ 214	$ 1	$ -	$ 7	$ 277	$ 3	$ 297
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Warrants and accounts payable	$	$ 50	$ 34	$ 38	$	$ 6	$	$	$	$	$	$ 5
Due to other funds	4		5	19,495						10	1	1
Total liabilities	4	50	39	19,533	-	6	-	-	-	10	1	6
FUND BALANCES (DEFICIT)												
Nonspendable												
Restricted		377	87		56	208	1		7	267	2	291
Committed												
Unassigned	(4)			(18,948)								
Total fund balances (deficit)	(4)	377	87	(18,948)	56	208	1	-	7	267	2	291
Total Liabilities and Fund Balances	$ -	$ 427	$ 126	$ 585	$ 56	$ 214	$ 1	$ -	$ 7	$ 277	$ 3	$ 297

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
OTHER SPECIAL REVNUE FUNDS (CONTINUED)
JUNE 30, 2020
(In Thousands)

	Building Inspection	Waterplace Park Revolving Fund	Fire National Hwy Grant Fund	Public Safe/Fire Detect Inspec	Park Museum Fund	Roger Williams Park Casino	Botanical Gardens Center Proj	Parks Mary E. Sharpe Fund	NG Johnson Playground Fund	North Burial Ground Fund	Botanical Gardens Operations
ASSETS											
Cash and cash equivalents	$ 1,080	$ 143	$ 11	$ 322	$ 290	$	$ 10	$ 210	$ 3	$ 34	$ 196
Investments											
Receivables, net:											
Intergovernmental											
Other				2	2						
Due from other funds				8							
Total assets	$ 1,080	$ 143	$ 11	$ 332	$ 292	$ -	$ 10	$ 210	$ 3	$ 34	$ 196
LIABILITIES AND FUND BALANCES											
LIABILITIES											
Warrants and accounts payable	$	$	$	$ 5	$ 1	$	$	$ 83	$	$	$ 8
Due to other funds					1	53					
Total liabilities	-	-	-	5	2	53	-	83	-	-	8
FUND BALANCES (DEFICIT)											
Nonspendable											
Restricted	1,080		11	327			10	127	3	34	188
Committed		143			290						
Unassigned						(53)					
Total fund balances (deficit)	1,080	143	11	327	290	(53)	10	127	3	34	188
Total Liabilities and Fund Balances	$ 1,080	$ 143	$ 11	$ 332	$ 292	$ -	$ 10	$ 210	$ 3	$ 34	$ 196

(Continued on next page)

Exhibit A-5

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
OTHER SPECIAL REVNUE FUNDS (CONTINUED)
JUNE 30, 2020
(In Thousands)

	Recreation Support Fund	RI State Council On Acts Fund	Park Department Capital Fund	City Council Parks & Recreation	Substance Abuse/Other Sources	Speed Camera Traffic & School Safety	Recorder Digitization Holdings	State Adoptive Seizure	Federal Adoptive Seizure Fund	RI Historical Records Tr Fund	Insp. & Stds. Rent Escrow Fund	Totals
ASSETS												
Cash and cash equivalents	$ 116	$ 1	$ 48	$ 3	$	$ 536	$	$ 318	$ 47	$ 58	$ 16	$ 4,961
Investments				193	202							395
Receivables, net:												
Intergovernmental												470
Other				72						2		82
Due from other funds				15		477	688			36		1,224
Total assets	$ 116	$ 1	$ 48	$ 283	$ 202	$ 1,013	$ 688	$ 318	$ 47	$ 96	$ 16	$ 7,132
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Warrants and accounts payable	$ 6	$	$	$	$	$	$	$	$	$	$ 16	$ 252
Due to other funds												19,570
Total liabilities	6	-	-	-	-	-	-	-	-	-	16	19,822
FUND BALANCES (DEFICIT)												
Nonspendable												
Restricted		1	48	283	202	1,013	688	318	47	96		5,772
Committed	110											543
Unassigned												(19,005)
Total fund balances (deficit)	110	1	48	283	202	1,013	688	318	47	96	-	(12,690)
Total Liabilities and Fund Balances	$ 116	$ 1	$ 48	$ 283	$ 202	$ 1,013	$ 688	$ 318	$ 47	$ 96	$ 16	$ 7,132

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Good Faith Grant	Recreation Department	Grants Fund	Public Safety Grants	FCACFP Parks Department	Police Animal Dog Pound	Harbor Moorings Fund	ARRA	Economic Opportunity Grants	Partnerships-Development Grant	PVD Gives Commission	Healthy Communities Grants
Revenues												
Departmental	$	$	$	$	$	$ 44	$ 1	$	$	$	$	$
Intergovernmental		830	174	1,577	121							516
Investment and rental income												
Other			17	65						225		106
Total revenues	-	830	191	1,642	121	44	1	-	-	225	-	622
Expenditures												
Current:												
Executive, legislative, and judicial												
Public safety			186	21,064		19						
Building Inspection												
Recreation		658										
Public lands and parks					133							
Grants												615
Community development	4								13	117		
Total expenditures	4	658	186	21,064	133	19	-	-	13	117	-	615
Excess (Deficiency)	(4)	172	5	(19,422)	(12)	25	1	-	(13)	108	-	7
Other Financing Sources (Uses)												
Transfers in												
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-	-	-
Net Change in Fund Balance (Deficit)	(4)	172	5	(19,422)	(12)	25	1	-	(13)	108	-	7
Fund Balance at Beginning of Year	-	205	82	474	68	183	-	-	20	159	2	284
Fund Balance at End of Year	$ (4)	$ 377	$ 87	$ (18,948)	$ 56	$ 208	$ 1	$ -	$ 7	$ 267	$ 2	$ 291

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Building Inspection	Waterplace Park Revolving Fund	Fire National Hwy Grant Fund	Public Safe/Fire Detect Inspec	Park Museum Fund	Roger Williams Park Casino	Botanical Gardens Center Proj	Parks Mary E. Sharpe Fund	NG Johnson Playground Fund	North Burial Ground Fund	Botanical Gardens Operations
Revenues											
Departmental	$ 116	$	$	$	$ 143	$ 66	$	$	$	$	$ 155
Intergovernmental											4
Investment and rental income	13	71		3	4	59		2			46
Other				148	1			172			6
Total revenues	129	71	-	151	148	125	-	174	-	-	211
Expenditures											
Current:											
Executive, legislative, and judicial											
Public safety				180							
Building Inspection	54										
Recreation		12									
Public lands and parks					159	171		149			246
Grants											
Community development											
Total expenditures	54	12	-	180	159	171	-	149	-	-	246
Excess (Deficiency)	75	59	-	(29)	(11)	(46)	-	25	-	-	(35)
Other Financing Sources (Uses)											
Transfers in								4			
Total other financing sources (uses)	-	-	-	-	-	-	-	4	-	-	-
Net Change in Fund Balance (Deficit)	75	59	-	(29)	(11)	(46)	-	29		-	(35)
Fund Balance at Beginning of Year	1,005	84	11	356	301	(7)	10	98	3	34	223
Fund Balance at End of Year	$ 1,080	$ 143	$ 11	$ 327	$ 290	$ (53)	$ 10	$ 127	$ 3	$ 34	$ 188

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Recreation Support Fund	RI State Council On Acts Fund	Park Department Capital Fund	City Council Parks & Recreation	Substance Abuse/Other Sources	Speed Camera Traffic & School Safety	Recorder Digitizatio n Holdings	State Adoptive Seizure	Federal Adoptive Seizure Fund	RI Historical Records Tr Fund	Insp. & Stds. Rent Escrow Fund	Totals
Revenues												
Departmental	$ 60	$	$	$	$	$	$	$	$	$ 21	$	$ 606
Intergovernmental												3,222
Investment and rental income	1		1	4	2					1		207
Other				101				271				1,112
Total revenues	61	-	1	105	2	-	-	271	-	22	-	5,147
Expenditures												
Current:												
Executive, legislative, and judicial				1	1					15		17
Public safety								186				21,635
Building Inspection												54
Recreation	76											746
Public lands and parks												858
Grants												615
Community development												134
Total expenditures	76	-	-	1	1	-	-	186	-	15	-	24,059
Excess (Deficiency)	(15)	-	1	104	1	-	-	85	-	7	-	(18,912)
Other Financing Sources (Uses)												
Transfers in						477	688					1,169
Total other financing sources (uses)	-		-	-	-	477	688	-	-	-	-	1,169
Net Change in Fund Balance (Deficit)	(15)		1	104	1	477	688	85	-	7	-	(17,743)
Fund Balance at Beginning of Year	125	1	47	179	201	536	-	233	47	89	-	5,053
Fund Balance at End of Year	$ 110	$ 1	$ 48	$ 283	$ 202	$ 1,013	$ 688	$ 318	$ 47	$ 96	$ -	$ (12,690)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
OTHER NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020
(In Thousands)

	North Burial Ground Perp Care	Fire Insurance	Dexter Donation Trust	Mary Swift Bragunn Trust	Locust Grove Cemetary Trust	Anna H Mann Trust	Gladys Potter Trust	Samuel Tingley Trust	MH Gould Trust	Elizabeth Angell Gould Trust	City of Providence Port Trust	C.H. Smith (Superior Court)
ASSETS												
Cash and cash equivalents	$ 570	$ 36	$ 36	$	$ 8	$	$	$ 88	$	$ 132	$	$ 50
Investments	5,365		2,703	83		546	97	587	64	496	291	3,005
Due from other funds	168											
Total Assets	$ 6,103	$ 36	$ 2,739	$ 83	$ 8	$ 546	$ 97	$ 675	$ 64	$ 628	$ 291	$ 3,055
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Warrants and accounts payable	$ 16	$	$ 1	$	$	$	$	$ 3	$	$	$	$ 5
Due to other funds	593				3	48						
Total liabilities	609	-	1	-	3	48	-	3	-	-	-	5
FUND BALANCES												
Nonspendable							10	100				12
Restricted	5,494	36	2,738	83	5	498	87	572	64	628	291	3,038
Total fund balances	5,494	36	2,738	83	5	498	97	672	64	628	291	3,050
Total Liabilities and Fund Balances	$ 6,103	$ 36	$ 2,739	$ 83	$ 8	$ 546	$ 97	$ 675	$ 64	$ 628	$ 291	$ 3,055

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET (CONTINUED)
OTHER NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2020
(In Thousands)

	Emeline Owen Vinton Trust	Fredrick A Vinton Trust Fund	Dr. Vincent A. Cianci Tr Fund	Ebenizer Knight Dexter Trust Fund	Edward F. Ely Exp Trust	H. B. Anthony Exp Trust	Abbey A. King Trust	North Burial Ground Res Fund	School Comm Dwight Mem	Ellen Barnes	Charles H Smith	Total
ASSETS												
Cash and cash equivalents	$ 1	$ 2	$	$ 15	$ 8	$	$ 23	$ 181	$ 41	$ 1	$ 1	$ 1,193
Investments				3,495	1,048	36	315					18,131
Due from other funds												168
Total Assets	$ 1	$ 2	$ -	$ 3,510	$ 1,056	$ 36	$ 338	$ 181	$ 41	$ 1	$ 1	$ 19,492
LIABILITIES AND FUND BALANCES												
LIABILITIES												
Warrants and accounts payable	$	$	$	$	$	$	$	$	$	$	$	$ 25
Due to other funds												644
Total liabilities	-	-	-	-	-	-	-	-	-	-	-	669
FUND BALANCES												
Nonspendable					6	3	5					136
Restricted	1	2		3,510	1,050	33	333	181	41	1	1	18,687
Total fund balances	1	2	-	3,510	1,056	36	338	181	41	1	1	18,823
Total Liabilities and Fund Balances	$ 1	$ 2	$ -	$ 3,510	$ 1,056	$ 36	$ 338	$ 181	$ 41	$ 1	$ 1	$ 19,492

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OTHER NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	North Burial Ground Perp Care	Fire Insurance	Dexter Donation Trust	Mary Swift Bragunn Trust	Locust Grove Cemetary Trust	Anna H Mann Trust	Gladys Potter Trust	Samuel Tingley Trust	MH Gould Trust	Elizabeth Angell Gould Trust	City of Providence Port Trust	C.H. Smith (Superior Court)
Revenues												
Departmental	$ 58	$	$	$	$	$	$	$	$	$	$	$
Investment and rental income	760		16			9	1	9	1		3	18
Total revenues	818	-	16		-	9	1	9	1		3	18
Expenditures												
Executive, legislative, and judicial			141			3		46		3	1	18
Finance										10		
Public lands and parks	853											
Capital								39				
Total expenditures	853	-	141	-	-	3	-	85	-	13	1	18
Excess (Deficiency)	(35)		(125)			6	1	(76)	1	(13)	2	
Other Financing Uses												
Transfers in	56		73							18		
Transfers out	(232)									(18)		
Total other financing uses	(176)	-	73	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(211)		(52)			6	1	(76)	1	(13)	2	
Fund Balance at Beginning of Year	5,705	36	2,790	83	5	492	96	748	63	641	289	3,050
Fund Balance at End of Year	$ 5,494	$ 36	$ 2,738	$ 83	$ 5	$ 498	$ 97	$ 672	$ 64	$ 628	$ 291	$ 3,050

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
OTHER NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Emeline Owen Vinton Trust	Fredrick A Vinton Trust Fund	Dr. Vincent A. Cianci Tr Fund	Ebenizer Knight Dexter Trust Fund	Edward F. Ely Exp Trust	H. B. Anthony Exp Trust	Abbey A. King Trust	North Burial Ground Res Fund	School Comm Dwight Mem	Ellen Barnes	Charles H Smith	Total
Revenues												
Departmental	$	$	$	$	$	$	$	$	$	$	$	$ 58
Investment and rental income				19	119		3					958
Total revenues	-	-	-	19	119		3	-	-	-	-	1,016
Expenditures												
Executive, legislative, and judicial				15	123							350
Finance												10
Public lands and parks												853
Capital												39
Total expenditures	-	-	-	15	123	-		-	-	-	-	1,252
Excess (Deficiency)				4	(4)		3					(236)
Other Financing Uses												
Transfers in												147
Transfers out				(73)								(323)
Total other financing uses	-	-	-	(73)	-	-	-	-	-	-	-	(176)
Net Change in Fund Balances				(69)	(4)		3					(412)
Fund Balance at Beginning of Year	1	2		3,579	1,060	36	335	181	41	1	1	19,235
Fund Balance at End of Year	$ 1	$ 2	$ -	$ 3,510	$ 1,056	$ 36	$ 338	$ 181	$ 41	$ 1	$ 1	$ 18,823

Internal Service Funds

Internal Service Funds

Internal service funds are used to account for resources used to pay legal claims and the self-insured medical claims incurred.

Legal Accrual - is used for the accrual of legal claims payable.

Active Benefits - is used to account for self-insured health claims incurred by active employees.

Retiree Benefits - is used to account for self-insured health claims incurred by retiree's.

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
JUNE 30, 2020
(In Thousands)

	Legal Accrual	Active Benefits	Retiree Benefits	Total
Assets				
Current assets:				
Cash and cash equivalents	$	$ 88	$ 2,257	$ 2,345
Receivables, net		2,451	247	2,698
Due from other funds	5,125	35,732	20,599	61,456
Other assets		2,343		2,343
Total Assets	$ 5,125	$ 40,614	$ 23,103	$ 68,842
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities	$	$ 27	$ 227	$ 254
Risk management claims payable	4,825	3,977	1,762	10,564
Due to other funds/other payables	300	21,094	14,793	36,187
Total liabilities	5,125	25,098	16,782	47,005
Net Position:				
Unrestricted		15,516	6,321	21,837
Total Liabilities and Net Position	$ 5,125	$ 40,614	$ 23,103	$ 68,842

CITY OF PROVIDENCE, RHODE ISLAND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Legal Accrual	Active Benefits	Retiree Benefits	Total
Operating Revenues:				
Charges for sales and services	$	$ 16,595	$ 2,780	$ 19,375
Other		58,685	36,114	94,799
Total operating revenues		75,280	38,894	114,174
Operating Expenses:				
Health claims		67,155	33,297	100,452
Operating Income (loss)		8,125	5,597	13,722
Nonoperating Revenues:				
Investment income		26	25	51
Change in Net Position		8,151	5,622	13,773
Net Position, Beginning		7,365	699	8,064
Net Position, Ending	$	$ 15,516	$ 6,321	$ 21,837

Agency Funds

AGENCY FUNDS

Agency funds are used to account for assets held by the government as an agent for others.

CITY OF PROVIDENCE, RHODE ISLAND
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

	Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020
Assets:				
Cash and cash equivalents	$ 2,088	$	$ 349	$ 1,739
Other receivables	14			14
Total Assets	$ 2,102	$ -	$ 349	$ 1,753
Liabilities:				
Other payables	$ 1,078	$ -	$ 366	$ 712
Due to primary government	-	14		14
Due to student group	1,024	3		1,027
Total Liabilities	$ 2,102	$ 17	$ 366	$ 1,753

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Other Schedule

Exhibit D-1

CITY OF PROVIDENCE, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Year	Property Taxes Receivable July 1, 2019	Current Year Assessment	Transfers Addendums (Net)	Abatements and Adjustments	Amount to be Collected	Collections Net of Refunds	Property Taxes Receivable June 30, 2020
2020	$	$ 357,911	$	$ 8,066	$ 349,845	$ 345,340	$ 4,505
2019	6,877			324	6,553	2,275	4,278
2018	3,967			313	3,654	363	3,291
2017	4,307			221	4,086	412	3,674
2016	3,909			163	3,746	82	3,664
2015	4,218			11	4,207	199	4,008
2014	3,855			15	3,840	165	3,675
2013	4,247			4	4,243	135	4,108
2012	3,201			3	3,198	116	3,082
2011	1,915			3	1,912	36	1,876
2010 and prior	18,302			11	18,291	139	18,152
Subtotal	54,798	$ 357,911	$ -	$ 9,134	$ 403,575	$ 349,262	54,313
Less: estimated allowance for uncollectable accounts	37,118						38,886
Net Property Taxes Receivable	$ 17,680						$ 15,427

(Continued on next page)

CITY OF PROVIDENCE, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Collections

Year	July - August 2019 Collections Subject to 60-Day FY19 Accrual	September - June 2020 Collections	Total FY 2020 Collections	July - August 2020 Collections Subject to 60-Day FY20 Accrual
2020	$	$ 345,340	$ 345,340	$ 5,148
2019	1,835	440	2,275	341
2018	200	163	363	76
2017	102	310	412	49
2016	57	25	82	43
2015	41	158	199	40
2014	32	133	165	32
2013	23	112	135	29
2012	17	99	116	23
2011	6	30	36	9
2010 and prior	25	114	139	36
Total	$ 2,338	$ 346,924	$ 349,262	$ 5,826

(Continued on next page)

Exhibit D-1

CITY OF PROVIDENCE, RHODE ISLAND
SCHEDULE OF PROPERTY TAXES RECEIVABLE
FOR THE YEAR ENDED JUNE 30, 2020
(In Thousands)

Schedule of Net Assessed Property Value by Category
Assessed December 31, 2018

Description of Property	Valuations	Levy
Real property	$ 13,256,605	$ 321,983
Motor vehicle	648,844	22,710
Tangible property	1,023,291	57,100
Total	14,928,740	401,793
Exemptions and adjustments	1,308,126	43,882
Net Assessed Value	$ 13,620,614	$ 357,911

Reconciliation of Current Year Property Tax Revenue

Current year collections	$ 349,262
Revenue received 60 days subsequent to fiscal year ending June 30, 2020	5,826
Subtotal	355,088
Prior year revenue received in current year (2019 60 day rule)	(2,338)
Current Year Property Tax Revenue	$ 352,750

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Annual Supplemental Transparency Report

City of Providence
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

REVENUE	Municipal	Education Department
Current Year Levy Tax Collection	$ 345,340,000	$ -
Last Year's Levy Tax Collection	2,275,000	-
Prior Years Property Tax Collection	1,647,000	-
Interest & Penalty	4,459,730	-
PILOT & Tax Treaty (excluded from levy) Collection	16,844,708	-
Other Local Property Taxes	-	-
Licenses and Permits	8,076,208	-
Fines and Forfeitures	3,097,628	-
Investment Income	228,727	-
Departmental	22,255,094	-
Rescue Run Revenue	5,522,172	-
Police & Fire Detail	7,760,075	-
Other Local Non-Property Tax Revenues	-	-
Tuition	-	-
Impact Aid	-	-
Medicaid	-	4,704,296
Federal Stabilization Funds	-	-
Federal Food Service Reimbursement	-	13,773,650
CDBG	1,004,012	-
COPS Grants	-	-
SAFER Grants	-	-
Other Federal Aid Funds	4,721,816	33,180,198
COVID - ESSER	-	7,813,006
COVID - CRF	-	4,644,797
COVID - CDBG	-	-
COVID - FEMA	-	-
COVID - Other	-	-
MV Excise Tax Reimbursement	1,620,464	-
State PILOT Program	14,199,131	-
Distressed Community Relief Fund	5,155,694	-
Library Resource Aid	-	-
Library Construction Aid	-	-
Public Service Corporation Tax	2,262,538	-
Meals & Beverage Tax / Hotel Tax	7,100,205	-
LEA Aid	-	246,129,444
Group Home	-	-
Housing Aid Capital Projects	-	-
Housing Aid Bonded Debt	25,608,576	-
State Food Service Revenue	-	259,182
Incentive Aid	-	-
Property Revaluation Reimbursement	-	-
Other State Revenue	1,563,435	3,577,048
Motor Vehicle Phase Out	18,882,905	-
Other Revenue	4,923,894	3,374,377
Local Appropriation for Education	-	130,046,611
Regional Appropriation for Education	-	-
Supplemental Appropriation for Education	-	-
Regional Supplemental Appropriation for Education	-	-
Other Education Appropriation	-	-
Rounding	-	-
Total Revenue	$ 504,549,012	$ 447,502,611
Financing Sources: Transfer from Capital Funds	$ 1,195,516	$ -
Financing Sources: Transfer from Other Funds	7,322,485	-
Financing Sources: Debt Proceeds	-	-
Financing Sources: Other	129,520,000	-
Rounding	-	-
Total Other Financing Sources	$ 138,038,000	$ -

City of Providence
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

EXPENDITURES	General Government	Finance	Social Services	Centralized IT	Planning	Libraries	Public Works	Parks and Rec	Police Department
Compensation- Group A	$ 12,412,821	$ 5,513,239	$ 1,794,447	$ 1,234,673	$ 4,770,677	$ -	$ 5,191,072	$ 9,399,966	$ 32,531,583
Compensation - Group B	-	-	-	-	-	-	-	-	4,580,314
Compensation - Group C	-	-	-	-	-	-	-	-	-
Compensation -Volunteer	-	-	-	-	-	-	-	-	-
Overtime- Group A	183,874	9,455	-	19,732	41,934	-	621,499	293,166	3,611,475
Overtime - Group B	-	-	-	-	-	-	-	-	626,083
Overtime - Group C	-	-	-	-	-	-	-	-	-
Police & Fire Detail	-	-	-	-	-	-	-	-	5,539,781
Active Medical Insurance - Group A	2,096,935	896,633	200,014	203,827	844,932	-	1,134,100	1,664,283	4,696,101
Active Medical Insurance- Group B	-	-	-	-	-	-	-	-	939,464
Active Medical Insurance- Group C	-	-	-	-	-	-	-	-	-
Active Dental Insurance- Group A	143,897	82,752	16,347	15,057	68,436	-	104,790	152,893	423,895
Active Dental Insurance- Group B	-	-	-	-	-	-	-	-	84,558
Active Dental Insurance- Group C	-	-	-	-	-	-	-	-	-
Payroll Taxes	848,659	404,709	107,107	92,908	356,682	-	424,339	737,505	937,217
Life Insurance	13,520	1,014	2,929	1,014	2,141	-	1,240	4,169	47,544
State Defined Contribution- Group A	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group B	-	-	-	-	-	-	-	-	-
State Defined Contribution - Group C	-	-	-	-	-	-	-	-	-
Other Benefits- Group A	888,802	242,371	46,407	33,955	226,396	-	383,812	481,608	261,541
Other Benefits- Group B	-	-	-	-	-	-	-	-	62,090
Other Benefits- Group C	-	-	-	-	-	-	-	-	-
Local Defined Benefit Pension- Group A	3,195,208	1,622,560	367,220	362,698	1,352,230	-	1,489,297	2,296,005	23,154,282
Local Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	4,632,504
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	-	-
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	-	-
Other Defined Benefit / Contribution	336,593	287,863	43,627	46,379	278,287	-	522,986	649,207	398,506
Purchased Services	8,240,919	1,368,017	1,489,336	205,984	1,789,773	-	518,137	868,179	4,429,476
Materials/Supplies	1,580,270	15,307	81,401	248,220	11,638	-	297,128	435,373	1,654,282
Software Licenses	-	-	-	954,332	-	-	-	-	-
Capital Outlays	129,520,000	-	-	-	-	-	62,147	-	-
Insurance	-	-	-	-	-	-	-	-	-
Maintenance	972,489	381	-	18,116	14,329	-	523,923	194,311	489,314
Vehicle Operations	11,844	-	-	-	-	-	137,796	37,866	247,484
Utilities	229,247	42,230	41,068	262,333	126,689	-	935,087	2,708,737	868,591
Contingency	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	295,795	-	-
Trash Removal & Recycling	-	-	-	-	-	-	6,740,364	-	-
Claims & Settlements	1,174,518	-	-	-	-	-	-	-	-
Community Support	1,907,662	-	-	-	-	-	-	-	-
Other Operation Expenditures	1,421,182	-	1,704,525	-	388,204	3,995,000	302,930	3,369,365	181,044
Tipping Fees	-	-	-	-	-	-	3,834,154	-	-
Local Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	-	-	-	-	-
Municipal Debt- Interest	-	-	-	-	-	-	-	-	-
School Debt- Principal	-	-	-	-	-	-	-	-	-
School Debt- Interest	-	-	-	-	-	-	-	-	-
Retiree Medical Insurance- Total	-	-	-	-	-	-	-	-	-
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Total Expenditures	$ 165,178,438	$ 10,486,532	$ 5,894,429	$ 3,699,227	$ 10,272,348	$ 3,995,000	$ 23,520,597	$ 23,292,632	$ 90,397,129

City of Providence
Annual Supplemental Transparency Report (MTP2)
Fiscal Year Ended June 30, 2020

EXPENDITURES	Fire Department	Centralized Dispatch	Public Safety Other	Education Appropriation	Debt	OPEB	Total Municipal	Education Department
Compensation- Group A	$ 33,092,420	$ 4,785,574	$ 1,069,884	$ -	$ -	$ -	$ 111,796,356	$ 156,173,714
Compensation - Group B	1,307,031	-	-	-	-	-	5,887,345	28,908,641
Compensation - Group C	-	-	-	-	-	-	-	32,772,219
Compensation -Volunteer	-	-	-	-	-	-	-	-
Overtime- Group A	4,346,626	338,690	11,593	-	-	-	9,478,044	15,743
Overtime - Group B	205,749	-	-	-	-	-	831,832	6,110
Overtime - Group C	-	-	-	-	-	-	-	572,451
Police & Fire Detail	479,829	-	-	-	-	-	6,019,609	-
Active Medical Insurance - Group A	5,207,878	738,825	108,522	-	-	-	17,792,051	20,995,546
Active Medical Insurance- Group B	277,138	-	-	-	-	-	1,216,602	3,909,865
Active Medical Insurance- Group C	-	-	-	-	-	-	-	9,682,381
Active Dental insurance- Group A	369,379	64,135	10,502	-	-	-	1,452,084	1,713,057
Active Dental Insurance- Group B	19,657	-	-	-	-	-	104,215	292,642
Active Dental Insurance- Group C	-	-	-	-	-	-	-	1,056,412
Payroll Taxes	628,604	382,172	73,622	-	-	-	4,993,525	16,511,954
Life Insurance	51,374	-	2,028	-	-	-	126,972	113,890
State Defined Contribution- Group A	-	-	-	-	-	-	-	907,840
State Defined Contribution - Group B	-	-	-	-	-	-	-	130,163
State Defined Contribution - Group C	-	-	-	-	-	-	-	992
Other Benefits- Group A	24,817	253,155	22,528	-	-	-	2,865,391	2,074,806
Other Benefits- Group B	4,055	-	-	-	-	-	66,144	389,252
Other Benefits- Group C	-	-	-	-	-	-	-	5,683,532
Local Defined Benefit Pension- Group A	28,825,314	1,344,875	282,095	-	-	-	64,291,786	736,547
Local Defined Benefit Pension - Group B	1,533,941	-	-	-	-	-	6,166,446	1,319,953
Local Defined Benefit Pension - Group C	-	-	-	-	-	-	-	9,682,198
State Defined Benefit Pension- Group A	-	-	-	-	-	-	-	21,156,989
State Defined Benefit Pension - Group B	-	-	-	-	-	-	-	3,511,978
State Defined Benefit Pension - Group C	-	-	-	-	-	-	-	86,968
Other Defined Benefit / Contribution	102,871	341,441	28,595	-	-	-	3,036,355	-
Purchased Services	370,409	7,957	32,814	-	-	-	19,321,000	76,950,870
Materials/Supplies	1,562,108	134,060	15,990	-	-	-	6,035,778	6,006,640
Software Licenses	-	-	-	-	-	-	954,332	496,684
Capital Outlays	-	-	126,093	-	-	-	129,708,240	1,666,232
Insurance	-	-	-	-	-	-	-	582,642
Maintenance	65,335	786,213	613,936	-	-	-	3,678,345	19,346,356
Vehicle Operations	6,046	260	737	-	-	-	442,033	75,402
Utilities	591,217	1,025,533	187,017	-	-	-	7,017,748	5,310,430
Contingency	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-
Revaluation	-	-	-	-	-	-	-	-
Snow Removal-Raw Material & External Contracts	-	-	-	-	-	-	295,795	-
Trash Removal & Recycling	-	-	-	-	-	-	6,740,364	-
Claims & Settlements	-	-	-	-	-	-	1,174,518	150,017
Community Support	-	-	-	-	-	-	1,907,662	-
Other Operation Expenditures	194,646	-	67,954	-	-	-	11,624,849	844,707
Tipping Fees	-	-	-	-	-	-	3,834,154	-
Local Appropriation for Education	-	-	-	130,046,611	-	-	130,046,611	-
Regional Appropriation for Education	-	-	-	-	-	-	-	-
Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Regional Supplemental Appropriation for Education	-	-	-	-	-	-	-	-
Other Education Appropriation	-	-	-	-	-	-	-	-
Municipal Debt- Principal	-	-	-	-	20,955,443	-	20,955,443	-
Municipal Debt- Interest	-	-	-	-	12,940,216	-	12,940,216	-
School Debt- Principal	-	-	-	-	21,223,227	-	21,223,227	-
School Debt- Interest	-	-	-	-	5,432,171	-	5,432,171	-
Retiree Medical Insurance- Total	-	-	-	-	-	29,134,481	29,134,481	6,392,176
Retiree Dental Insurance- Total	-	-	-	-	-	-	-	-
OPEB Contribution- Total	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-
Total Expenditures	$ 79,266,442	$ 10,202,889	$ 2,653,911	$ 130,046,611	$ 60,551,057	$ 29,134,481	$ 648,591,723	$ 436,228,000

Financing Uses: Transfer to Capital Funds	$ -	$ -
Financing Uses: Transfer to Other Funds	8,314,389	-
Financing Uses: Payment to Bond Escrow Agent	-	-
Financing Uses: Other	-	-
Total Other Financing Uses	$ 8,314,389	$ -
Net Change in Fund Balance[1]	(14,319,100)	11,274,611
Fund Balance1- beginning of year	$21,007,009	$8,805,000
Funds removed from Reportable Government Services (RGS)		-
Funds added to Reportable Government Services (RGS)	754,276	-
Prior period adjustments	-	-
Misc. Adjustment	(285)	-
Fund Balance[1] - beginning of year adjusted	21,761,000	8,805,000
Rounding	-	-
Fund Balance[1] - end of year	$ 7,441,900	$ 20,079,611

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

City of Providence
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Municipal
Fiscal Year Ended June 30, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance[1]	Beginning Fund Fund Balance[1] (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance[1] (Deficit)	Ending Fund Balance[1] (Deficit)
Fund Balance[1] - per MTP-2 at June 30, 2019						$ 21,007,009	-	$ 21,007,009	
No funds removed from RGS for fiscal 2020						-	-	-	
No misc. adjustments made for fiscal 2020						-	-	-	
Prior period adjustments transposition error corrected in FY20						(90,000)	-	-	
Prior period adjustments error Lead Grant corrected in FY20						(341,859)	-	-	
Public Safety Grants excluded from FY19 MTP2 but included for FY20						474,276	-	-	
Added funds for FY20 (federal and state adoptive funds)						280,000	-	-	
Transposition of CDBG						90,000	-	-	
Lead grant fund incorrectly included in PY MTP2 excluded in FY20						341,859	-	-	
Rounding						(285)	-	-	
Fund Balance[1] - per MTP-2 at June 30, 2019 adjusted						$ 21,761,000	-	$ 21,007,009	
General Fund	$ 495,997,000	$ 138,038,000	$ 490,938,000	$ 138,361,000	$ 4,736,000	$ 20,405,000	$ -	$ 20,405,000	$ 25,141,000
WDO	5,013,000	-	4,738,000	-	275,000	318,000	-	318,000	593,000
Healthy Communities Grants	622,000	-	615,000	-	7,000	284,000	-	284,000	291,000
Public Safety Grants	1,642,000	-	21,064,000	-	(19,422,000)	474,000	-	474,000	(18,948,000)
CDBG	7,405,000	35,000	7,420,000	-	20,000	469,000	-	469,000	489,000
Federal Adoptive Seizures	-	-	100	-	(100)	47,000	-	47,000	46,900
State Adoptive Seizures	271,000	-	186,000	-	85,000	233,000	-	233,000	318,000
Totals per audited financial statements	$ 510,950,000	$ 138,073,000	$ 524,961,100	$ 138,361,000	$ (14,299,100)	$ 22,230,000	$ -	$ 22,230,000	$ 7,930,900
Reconciliation from financial statements to MTP2									
Reclassify transfer of municipal appropriation to Education Department as expenditure on MTP2	$ -	$ -	$ 130,046,611	$ (130,046,611)	$ -	$ -	$ -	$ -	$ -
Capital outlay, issuance of bonds and bond premium excluded from MTP2	-	-	-	-	-	-	-	-	-
Remove CDBG Activity omitted on MTP2	(6,400,988)	(35,000)	(6,415,988)	-	(20,000)	(469,000)	-	(469,000)	(489,000)
Other Financing Uses - Amount to School Fund Unrestricted FY 2017 Local Appropriation	-	-	-	-	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	$ 504,549,012	$ 138,038,000	$ 648,591,723	$ 8,314,389	$ (14,319,100)	$21,761,000	$ -	$ 21,761,000	$ 7,441,900

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

City of Providence
Annual Supplemental Transparency Report (MTP2)
Combining Schedule of
Reportable Government Services with
Reconciliation to MTP2
Education Department
Fiscal Year Ended June 30, 2020

Per Audited Fund Financial Statements Fund Description	Total Revenue	Total Other Financing Sources	Total Expenditures	Total Other Financing Uses	Net Change in Fund Balance[1]	Beginning Fund Fund Balance[1] (Deficit)	Prior Period Adjustment	Restated Beginning Fund Balance[1] (Deficit)	Ending Fund Balance[1] (Deficit)
Fund Balance[1] - per MTP-2 at June 30, 2019						$ 8,805,000	-	$ 8,805,000	
No misc. adjustments made for fiscal 2020						-	-	-	
Fund Balance[1] - per MTP-2 at June 30, 2019 adjusted						$ 8,805,000	-	$ 8,805,000	
School Unrestricted Fund	$ 267,040,000	$ 130,874,611	$ 386,703,000	$ -	$ 11,211,611	$ -	$ -	$ -	$ 11,211,611
Enterprise Fund1	15,903,000	30,000	16,052,000	-	(119,000)	3,142,000	-	3,142,000	3,023,000
SBA School Capital Project Fund	-	-	-	-	-	-	-	-	-
School Special Revenue Funds	50,353,000	828,000	49,343,000	1,656,000	182,000	5,663,000	-	5,663,000	5,845,000
Totals per audited financial statements	$ 333,296,000	$ 131,732,611	$ 452,098,000	$ 1,656,000	$ 11,274,611	$ 8,805,000	-	$ 8,805,000	$ 20,079,611
Reconciliation from financial statements to MTP2									
Municipal appropriation for Education reported as a transfer on financial statements but a revenue on MTP2	$ 130,046,611	$ (130,046,611)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State contributions on behalf of teacher pensions are reported as revenue and expenditures on financial statements only	(15,870,000)	-	(15,870,000)	-	-	-	-	-	-
For financial statements, indirect cost charges and recovery are reported in federal grant funds and also actual expenditures & reimbursement reported in School Unrestricted Fund.	-	(828,000)	-	(828,000)	-	-	-	-	-
Investment Income	30,000	(30,000)	-	-	-	-	-	-	-
Eliminate transfers school grants per UCOA	-	(828,000)	-	(828,000)	-	-	-	-	-
Rounding	-	-	-	-	-	-	-	-	-
Totals Per MTP2	447,502,611	-	436,228,000	-	11,274,611	8,805,000	-	8,805,000	20,079,611
Reconciliation from MTP2 to UCOA									
Rounding	$ 29		$ 22,073						
Totals per UCOA Validated Totals Report	$ 447,502,640		$ 436,250,073						

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

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

NOTE 1. Basis of Presentation

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

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

NOTE 2. Reportable Government Services

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

NOTE 3. Allocations

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

NOTE 4. Employee Groups - Compensation and Benefit Costs

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

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

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

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

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

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

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

NOTE 5. Education Revenue and Expenditures

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

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

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Statistical Section

Statistical Section Information

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess economic condition.

Statistical section information is presented in the following categories:

- *Financial trends information* is intended to assist users in understanding and assessing how financial position has changed over time.

- *Revenue capacity information* is intended to assist users in understanding and assessing the factors affecting the ability to generate *own-source revenues* (property taxes, charges for services, etc.).

- *Debt capacity information* is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.

- *Demographic and economic information* is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.

- *Operating information* is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

The accompanying tables are presented in the above order. Refer to the Table of Contents for applicable page number locations.

Sources: Unless otherwise noted, the information in the tables is derived from the comprehensive annual financial reports for the relevant year.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 1
Net Position By Component
Last Ten Fiscal Years*
(accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental activities:										
Net investment in capital assets	$ 127,340	$ 122,997	$ 117,449	$ 199,002	$ 219,179	$ 204,262	$ 243,237	$ 238,126	$ 224,920	$ 164,496
Restricted							$ 17,543	18,809	19,235	18,823
Unrestricted	(233,086)	(261,508)	(263,762)	(341,989)	(1,303,632)	(1,361,585)	(1,421,539)	(2,241,691)	(2,222,401)	(2,226,946)
Total governmental activities net assets	$ (105,746)	$ (138,511)	$ (146,313)	$ (142,987)	$ (1,084,453)	$ (1,157,323)	$ (1,160,759)	$ (1,984,756)	$ (1,978,246)	$ (2,043,627)
Business-type activities:										
Net investment in capital assets	$ 201,281	$ 213,758	$ 217,210	$ 225,544	$ 239,088	$ 256,129	$ 256,129	$ 294,003	$ 319,820	$ 336,526
Restricted	18,809	20,943	35,112	36,627	42,322	51,642	49,188	55,216	49,373	42,005
Unrestricted	11,661	10,986	6,403	6,676	(35,289)	(39,005)	(26,639)	(61,370)	(69,383)	(71,921)
Total business-type activities net assets	$ 231,751	$ 245,687	$ 258,725	$ 268,847	$ 246,121	$ 268,766	$ 278,678	$ 287,849	$ 299,810	$ 306,610
Primary government:										
Net investment in capital assets	$ 328,621	$ 336,755	$ 334,659	$ 424,546	$ 458,267	$ 460,391	$ 499,366	$ 532,129	$ 544,740	$ 501,022
Restricted	18,809	20,943	35,112	36,627	42,322	51,642	66,731	74,025	68,608	60,828
Unrestricted	(221,425)	(250,522)	(257,359)	(335,313)	(1,338,921)	(1,400,590)	(1,448,178)	(2,303,061)	(2,291,784)	(2,298,867)
Total primary government net assets	$ 126,005	$ 107,176	$ 112,412	$ 125,860	$ (838,332)	$ (888,557)	$ (882,081)	$ (1,696,907)	$ (1,678,436)	$ (1,737,017)

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 2
Changes In Net Position
Last Ten Fiscal Years*
(accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses:										
Governmental activities:										
Executive, legislative, and judicial	$ 40,382	$ 51,677	$ 36,944	$ 36,036	$ 36,830	$ 54,515	$ 66,564	$ 61,615	$ 30,296	$ 34,029
Finance	58,740	57,819	58,462	49,261	63,820	27,561	20,693	31,118	28,105	57,997
Public safety	178,374	157,676	170,854	169,742	180,430	219,557	218,980	221,138	217,100	260,313
Building inspection	4,636	4,126	4,264	4,381	4,496	4,960	4,800	4,149	4,106	4,568
Public works	28,451	25,754	15,752	23,965	26,959	12,360	15,875	13,376	28,452	30,995
Recreation	1,593	1,644	1,876	2,131	2,238	3,362	3,631	4,326	4,481	4,840
Public land and parks	24,572	19,437	21,941	20,825	21,290	37,119	28,908	29,847	36,842	45,117
Education	388,612	379,768	395,215	402,539	422,730	430,501	430,468	445,724	441,456	453,307
Community development	21,467	18,687	24,297	18,901	17,981	27,758	25,924	16,673	18,865	23,021
Interest on long-term debt	26,699	32,365	26,817	19,984	19,859	21,908	20,182	14,860	15,978	12,622
Total governmental activities expenses	773,526	748,953	756,422	747,765	796,633	839,601	836,025	842,826	825,681	926,809
Business-type activities:										
PPBA	18,949	19,992	19,396	19,322	17,076	14,574	11,919	11,950	12,945	14,406
Water Supply Board	47,483	50,461	52,553	56,271	56,628	59,635	60,274	60,483	62,489	66,165
Civic Center										
Non-major School lunch program	12,836	13,908	14,422	15,448	15,152	16,010	17,442	16,552	16,988	16,052
Total business-type activities expenses	79,268	84,361	86,371	91,041	88,856	90,219	89,635	88,985	92,422	96,623
Component Unit:										
Providence Redevelopment Agency								10,928	9,070	12,336
Total component unit								10,928	9,070	12,336
Total primary government expenses	852,794	833,314	842,793	838,806	885,489	929,820	925,660	942,739	927,173	1,035,768
Program revenue:										
Governmental activities:										
Charges for services:										
Executive, legislative, and judicial	203	232	222	198	191	355	344	347	377	364
Finance	51,412	63,264	68,955	67,590	60,636	5,312	5,578	5,799	7,413	5,817
Public safety	16,252	11,384	11,776	12,050	11,908	21,621	26,075	27,696	32,144	32,031
Building inspection	3,405	4,112	4,503	4,036	4,376	7,872	6,871	8,441	7,402	6,354
Public works	132	193	229	516	318	295	218	330	262	219
Recreation	226	206	211	196	547	1,350	1,417	1,324	1,421	1,312
Public land and parks	581	136	264	321	317	2,109	1,825	2,683	1,716	4,330
Education	11,704	12,558	12,174	12,599	15,151	367	34	41	-	39
Community development	88	10				10,310	9,893	1,001	1,420	1,281
Operating grants and contributions:										
Executive, legislative, and judicial						2	6	12	4	66
Finance										
Public safety	2,200	3,183	183	51	56	2,378	2,453	8,786	11,108	1,901
Public works										
Recreation	296	261	442	395	484	589	575	730	589	830
Public land and parks									190	125
Education	243,134	225,661	247,624	252,226	275,252	297,205	312,170	323,305	332,577	350,919
Community development	15,856	12,518	13,005	8,292	6,791	20,017	16,569	14,393	16,044	14,226
Capital grants and contributions:										
Finance										
Public Works						2083	6,656	4,088	4,024	11,998
Public land and parks						486	1,849	924	636	1,245
Education										
Total governmental activities program revenue:	345,489	333,718	359,588	358,470	376,027	372,351	392,533	399,900	417,327	433,057

(CONTINUED)

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 2
Changes In Net Position, Continued
Last Ten Fiscal Years*
(accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Program revenue:										
Business-type activities:										
Charges for services:										
PPBA	18,548	20,996	20,020	19,652	18,861	22,405	13,815	13,784	14,826	15,386
Water Supply Board	64,017	61,726	61,070	62,872	69,231	71,011	73,404	76,512	72,330	69,796
Civic Center										
Non-major School lunch program	12,986	14,548	15,124	15,414	15,803	16,759	16,918	16,796	16,989	15,903
Capital grants and contributions:										
Water Supply Board	510	200	2,100	3,304	1,098	471	391	4,229	916	523
Total business-type activities program revenues	96,061	97,470	98,314	101,242	104,993	110,646	104,528	110,911	105,061	101,608
Program revenue:										
Component unit:										
Charges for services:										
Providence Redevelopment Agency								10,555	11,644	11,370
Total component unit program revenues								10,815	11,644	11,370
Total primary government program revenues	429,779	457,058	456,784	477,269	477,344	503,179	504,428	521,626	534,032	546,035
Net (expense) revenue:										
Governmental activities	(415,235)	(396,834)	(389,295)	(420,606)	(467,250)	(467,250)	(443,492)	(442,926)	(408,354)	(493,752)
Business-type activities	11,700	11,099	7,273	12,386	14,774	20,427	14,893	22,336	12,639	4,985
Component Unit: Providence Redevelopment Agency								(373)	2,574	(966)
Total primary government net expense	(403,535)	(385,735)	(382,022)	(408,220)	(452,476)	(446,823)	(428,599)	(420,963)	(393,141)	(489,733)
General revenues and other changes in net position:										
Governmental activities:										
Property taxes	286,998	320,591	325,960	331,133	335,624	344,012	357,666	357,649	351,543	353,387
Payments in lieu of taxes	23,115	23,461	25,645	27,110	28,088	39,139	40,698	40,964	41,003	21,366
Grants and contributions not restricted to specific programs	25,619	21,473	19,296	18,158	16,658	17,586	16,978	22,479	25,118	33,301
Investment income	153	100	84	1	1	117	2,598	1,926	1,488	1,918
Gain (loss) on disposal										
Miscellaneous	17,473	16,846	18,290	18,871	19,176	13,944	13,364	12,395	15,774	18,399
Transfers			(243)				1,103	1,016	250	-
Sale of building and land										
Total governmental activities	353,358	382,471	389,032	395,273	399,547	414,798	432,407	436,429	435,176	428,371
Business-type activities:										
Investment earnings	618	827	852	662	485				673	1,573
Miscellaneous						2,218	543	1,465	(1,101)	242
Transfers			243				(1,103)	(1,016)	(250)	-
Special items:										
Sale of building and land										
Total business-type activities	618	827	1,095	662	485	2,218	(560)	449	(678)	1,815
Component Unit:										
Transfers										
Total component unit										
Total primary government	353,976	383,298	390,127	395,935	400,032	417,016	431,847	436,878	434,498	430,186
Changes in net position:										
Governmental activities	(61,877)	(14,363)	(263)	(25,333)	(67,703)	(52,452)	(11,085)	(6,497)	26,822	(65,381)
Business-type activities	12,318	11,926	8,368	13,048	15,259	22,645	14,333	22,785	11,961	6,800
Component unit								(373)	2,574	(966)
Total primary government	$ (49,559)	$ (2,437)	$ 8,105	$ (12,285)	$ (52,444)	$ (29,807)	$ 3,248	$ 13,739	$ 41,357	$ (59,547)

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 3
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund:										
Designated for future uses	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Unreserved/ Unassigned	3,725	(11,399)	(9,827)	(8,672)	(13,445)	(3,158)	2,279	11,462	20,405	25,141
Total General Fund	$ 3,725	$ (11,399)	$ (9,827)	$ (8,672)	$ (13,445)	$ (3,158)	$ 2,279	$ 11,462	$ 20,405	$ 25,141
All Other Governmental Funds:										
Nonspendable	16,428	$ 19,818	$ 19,932	$ 18,770	$ 19,041	$ 17,032	$ 136	$ 136	$ 136	$ 136
Restricted	36,253	35,103	71,066	51,378	39,352	39,117	55,356	53,490	51,283	61,158
Committed	12,194	9,275	10,268	9,530	10,013	9,877	10,114	8,894	9,238	9,109
Unassigned	3,686	(262)	(18)						(7)	(19,005)
Total all other government funds	$ 68,561	$ 63,934	$ 101,248	$ 79,678	$ 68,406	$ 66,026	$ 65,606	$ 62,520	$ 60,650	$ 51,398

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 4
Changes In Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	$ 290,704	$ 314,355	$ 324,058	$ 330,449	$ 334,103	$ 343,993	$ 356,050	$ 359,547	$ 353,386	$ 352,750
Departmental revenue	73,025	95,336	92,683	88,042	89,769	325,438	340,919	348,779	357,819	85,208
Federal and state grants and reimbursements	305,814	285,120	306,195	306,232	316,291	104,375	111,057	114,651	131,826	400,009
Investment and rental income	4,829	1,454	3,297	4,358	1,843	1,173	3,626	4,206	2,193	2,391
Fines and forfeitures	8,143	7,341	6,030	6,066	4,559	6,294	5,228	4,772	4,427	3,136
State Fiscal Stabilization Funds	4,406	1,437	-	-	-	-	-	-	-	-
Other	12,796	15,492	15,076	14,514	17,334	9,366	4,481	4,413	3,420	5,867
Total revenues	699,717	720,535	747,339	749,661	763,899	790,639	821,361	836,368	853,071	849,361
Expenditures:										
Current:										
Executive, legislative, and judicial	12,695	15,364	11,649	11,090	13,354	15,834	24,553	20,872	14,572	14,569
Finance	39,526	49,661	50,743	44,540	47,741	43,199	45,378	45,685	47,555	51,067
Public safety	165,909	151,655	153,492	161,866	163,213	173,208	172,922	181,208	188,637	187,015
Building inspection	4,308	3,901	3,931	4,096	4,239	4,454	4,262	3,947	3,894	3,918
Public works	21,806	26,179	18,963	18,852	20,264	19,180	21,798	22,100	21,705	20,960
Recreation	1,470	1,532	1,750	2,004	2,101	3,208	3,487	4,196	4,447	4,800
Public lands and parks	21,716	21,034	20,458	21,415	20,560	19,641	20,050	22,174	24,083	26,368
Other departments	9,767	10,185	7,877	9,203	10,178	9,942	10,868	11,530	14,639	16,150
Grants	4,185	4,297	4,231	4,233	4,551	4,563	4,963	5,880	6,716	6,518
Education	378,572	362,649	382,618	388,489	403,943	399,087	412,405	427,156	436,905	436,046
Community development	17,282	14,390	20,066	14,668	13,430	21,299	18,274	8,150	11,719	10,967
Noncurrent:										
Capital outlays	10,782	2,587	4,638	23,341	22,881	11,821	15,650	13,788	6,328	147,354
Debt service principal payments	41,158	43,066	42,844	45,161	40,481	42,815	47,050	45,347	46,550	29,661
Debt service interest and other payments	28,706	32,427	26,669	21,118	20,377	22,797	21,975	21,573	18,497	33,502
Total expenditures	757,882	738,927	749,929	770,076	787,313	791,048	823,635	833,606	846,247	988,895
Excess of revenues (under) expenditures	(58,165)	(18,392)	(2,590)	(20,415)	(23,414)	(409)	(2,274)	2,762	6,824	(139,534)
Other financing sources (uses):										
Capital leases issued			-	-	7,000	6,043	3,846	12,111	-	5,498
Capital notes issued	-		-	-	-	464	2,342	-	-	-
Bond proceeds	87,584	2,366	39,345	-						115,000
Refunding bonds issued					68,675	-	-	-	-	-
Payment to refunding bonds escrow agent	(29,425)				(74,367)	-	-	-	-	-
Premium on bond issued	-		2,125	-	6,061	-	-	-	-	14,520
Loan proceeds			250	-	-	-	-	-	-	-
Proceeds from sale of real estate	-									
Transfers in	139,461	133,903	129,707	129,617	131,377	127,980	128,787	136,211	131,737	141,571
Transfers out	(139,461)	(133,903)	(129,950)	(129,617)	(131,377)	(127,980)	(127,684)	(135,195)	(131,487)	(141,571)
Proceeds on refunding bonds issued	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	58,159	2,366	41,477	-	7,369	6,507	7,291	13,127	250	135,018
Special Items										
Proceeds from sale	-	-	-	-	-	-	-	-	-	-
Net changes in fund balance	$ (6)	$ (16,026)	$ 38,887	$ (20,415)	$ (16,045)	$ 6,098	$ 5,017	$ 15,889	$ 7,074	$ (4,516)
Debt service as a percentage of noncapital expenditures	9.4%	10.3%	9.3%	8.9%	8.0%	8.4%	8.5%	8.2%	7.7%	7.5%

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 5
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited)
(in thousands)

Tax Year	Real Estate	Tangible Taxes	Excise Taxes	Total
2011	$234,519	$34,032	$16,221	$284,772
2012	$239,855	$35,437	$24,280	$299,572
2013	$248,593	$35,185	$25,939	$309,717
2014	$251,201	$39,006	$26,599	$316,806
2015	$251,770	$45,652	$32,025	$329,447
2016	$256,943	$49,034	$32,971	$338,948
2017	$271,500	$49,552	$29,945	$350,997
2018	$273,056	$50,147	$24,258	$347,461
2019	$272,616	$50,108	$19,068	$341,792
2020	$277,754	$52,444	$11,909	$342,107
Change 2011-2020	18.4%	54.1%	-26.6%	20.1%

Source: City records.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 6
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands)
(unaudited)

Fiscal Year	Real Property	Tangible Personal Property	Motor Vehicle	Exemptions	Total Taxable Assessed Value	Percent Growth	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2011	$10,358,912	$926,252	$616,722	($2,858,134)	$9,043,752	-11.86%	35.37	$9,120,363	99.16%
2012	$10,346,045	$850,314	$644,247	($2,960,325)	$8,880,281	-1.81%	36.28	$8,955,507	99.16%
2013	$10,261,120	$685,579	$685,618	($2,709,274)	$8,923,043	0.48%	34.14	$8,998,632	99.16%
2014	$9,333,995	$749,808	$701,909	($243,998)	$10,541,714	18.14%	34.62	$10,711,777	98.41%
2015	$9,308,593	$879,201	$702,310	($281,241)	$10,608,863	0.64%	34.83	$10,820,954	98.04%
2016	$9,481,855	$911,150	$720,527	($286,566)	$10,826,966	2.06%	30.66	$12,770,148	97.09%
2017	$10,172,367	$948,202	$741,502	($345,404)	$11,516,667	6.37%	35.62	$12,770,148	97.09%
2018	$10,503,161	$944,578	$670,664	($554,322)	$11,564,081	0.41%	34.48	$13,699,296	95.43%
2019	$10,846,517	$979,269	$572,751	($800,160)	$11,598,377	0.30%	30.66	$12,398,537	100.00%
2020	$13,256,605	$1,023,291	$648,844	($1,308,126)	$13,620,614	17.44%	29.80	$14,928,740	100.00%

Source: City Records

Weighted Average Rate Calculation

Tot. R/E	13,256,605
Tangible	1,023,291
Excise	648,844
Tot. Assesment	14,928,740

		% of Assesment	Tax Rate	Tot.Direct Rate
Tot. Res. R/E	10,001,968	67.00%	24.56	16.45
Comm. R/E	3,254,637	21.80%	36.70	8.00
Tangible	1,023,291	6.85%	55.80	3.82
Excise	648,844	4.35%	35.00	1.52
		100.00%		29.80

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 7
Principal Property Taxpayers
Current Year and Ten Years Ago
(unaudited)

	2020				2011			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxes Percentage of Total Taxes		Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Narragansett Electric Co.	447,424,840	1	28.28%		Narragansett Electric	$ 498,336,992.11	1	42.24%
Dominion Energy Manchester	296,213,090	2	18.72%		PRI XVIILP	$ 91,035,900.00	2	7.72%
Prospect Chartercare*	107,252,701	3	6.78%		Capital Properties	$ 63,749,899.32	3	5.40%
Omni Rhode Island/TRT Holdings	67,778,040	4	4.28%		HFP Hotel Owners	$ 48,715,200.00	4	4.13%
Triton Terminaling LLC	44,761,860	5	2.83%		ONA Providence Office	$ 47,961,500.95	5	4.07%
CoxCom	35,172,980	6	2.22%		One Financial Holding	$ 45,845,500.95	6	3.89%
100 Westminster Partners	51,559,300	7	3.26%		Hinckley, Allen and Snyder LLP	$ 44,770,000.54	7	3.80%
Regency Plaza LLC	50,843,180	8	3.21%		Textron Realty Corp.	$ 38,633,600.54	8	3.27%
Providence Financial	49,634,400	9	3.14%		Avalon Properties	$ 33,189,697.96	9	2.81%
Blue Cross & Blue Shield*	52,177,810	10	3.30%		Regency Plaza LLC	$ 31,599,133.61	10	2.68%
Brown University	43,144,330	11	2.73%		High Rock Westminster	$ 31,334,500.14	11	2.66%
CJUF III MJH Providence LLC	37,081,850	12	2.34%		Providence Journal	$ 28,800,505.85	12	2.44%
Textron Realty Corporation	38,847,530	13	2.46%		G-Tech	$ 29,931,973.88	13	2.54%
Avalon Properties Inc	38,677,100	14	2.44%		Empire LaSalle	$ 26,522,300.95	14	2.25%
Walter Bronhard	42,517,700	15	2.69%		LaurelMeade Cooperative	$ 25,958,354.29	15	2.20%
TFG Providence Center	61,776,800	16	3.90%		Cox Communications	$ 15,748,000.00	16	1.33%
Verizon Online LLC	21,503,650	17	1.36%		Historic Hotel Partners	$ 22,034,500.36	17	1.87%
ARC Hospitality Provdience LLC	28,040,400	18	1.77%		Brown University	$ 23,059,400.27	18	1.95%
PRI I LP	27,348,300	19	1.73%		380 Westminster Street LLC	$ 20,281,600.00	19	1.72%
Providence Homes	40,349,100	20	2.55%		National Grid LNG	$ 12,167,500.36	20	1.03%
Total	$ 1,582,104,961		100.00%			$ 1,179,676,062		100.00%

Source: City Records

total levy for 2020 tax roll $357,923,486
total levy for 2011 tax roll $324,460,407

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 8
Property Tax Levies And Collections
Last Ten Fiscal Years
(unaudited)

Fiscal Year Ended June 30:	Taxes Levied for the Tax Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2011	$307,014,942	$277,131,464	90.27%	$8,314,412	$285,445,876	92.97%
2012	$324,460,407	$299,707,126	92.37%	$10,873,111	$310,580,237	95.72%
2013	$332,768,119	$310,510,342	93.31%	$10,694,624	$321,204,966	96.53%
2014	$340,814,523	$317,730,599	93.23%	$8,899,196	$326,629,795	95.84%
2015	$345,156,658	$321,248,525	93.07%	$8,391,627	$329,640,152	95.50%
2016	$351,854,213	$330,475,210	93.92%	$6,686,564	$337,161,774	95.82%
2017	$364,264,528	$344,482,858	94.57%	$6,726,791	$351,209,649	96.42%
2018	$363,331,867	$348,884,056	96.02%	$3,375,131	$352,259,187	96.95%
2019	$358,895,513	$344,202,602	95.91%	$3,098,540	$347,301,142	96.77%
2020	$357,927,849	$339,684,148	94.90%		$339,684,148	94.90%

Source: City Tax Collector Records

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 9
Ratios of Net General Bonded Debt Outstanding by Type
Last Ten Fiscal Years
(unaudited)
(in thousands)

	Governmental Activities								Business-Type Activities						
Fiscal Year	General Obligation Bonds	Revenue Bonds	Special Obligation Tax Increment	PPBA Debt	Capital Notes and Leases	Notes Payable	Net Bond Premium	Deferred Items from Financing	Line of Credit	Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income	Net Debt Per Capita	Net General Obligation Bonds to Estimated Actual Value
2011	80,935	73,140	15,575	411,617	45,433	585	-	(3,792)	-	53,010	-	676,503	**	4826	0.67%
2012	73,815	68,860	12,585	388,487	39,554	2,776	1,906	(3,284)	-	52,489	-	637,188	**	**	0.61%
2013	105,661	65,934	9,450	363,919	35,127	2,777	1,788	(722)	-	78,087	-	662,021	**	**	0.88%
2014	99,501	59,799	6,170	333,344	30,506	2,474	6,276	(363)	-	74,269	-	611,976	**	**	0.83%
2015	92,261	54,221	2,725	306,682	33,473	2,382	5,532	-	-	78,174	-	575,450	**	**	0.77%
2016	83,961	49,644	-	294,314	34,768	2,749	-	-	-	103,545	-	568,981	**	**	0.70%
2017	76,105	44,420	-	265,566	33,676	4,808	-	-	-	116,740	-	541,315	**	**	0.63%
2018	67,920	37,558	-	280,038	39,341	5,102	-	-	-	111,387	-	541,346	**	**	0.56%
2019	59,380	33,441	-	304,952	33,979	4,679	-	-	-	120,361	-	556,792	**	**	0.49%
2020	50,475	30,770		402,798	33,931	2,399	-	-	-	114,526	-	634,899	**	**	0.34%

Note: Details regarding the City's outstanding debt may be found in the notes to the basic financial statements.

* Amounts were included in general obligation bonds.

** Information not available.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 10
Direct Governmental Activities Debt
For the Year Ended June 30, 2020
(unaudited)
(in thousands)

Governmental Unit	Debt Outstanding
General obligation debt:	
General obligation bonds	$ 50,475
Revenue bonds	30,770
Special obligation tax increment	-
Notes payable	2,399
Capital leases	21,093
Capital notes	12,838
PPBA debt-City	402,798
PPBA net bond premium	33,083
Deferred items from refunding	-
Total direct debt	$ 553,456

Note: The City of Providence is not subject to the debt of overlapping governments.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 11
Legal Debt Margin Information
For the Year Ended June 30, 2020
(unaudited)
(in thousands)

Legal Debt Margin Calculation for Fiscal Year 2016		
Taxable Property	$	13,620,614
Debt limit (3% of taxable property)		408,618
Debt applicable to limit:		
General obligation bonds		50,475
Less: debt not subject to 3% limit		21,520
Total net debt applicable to limit		28,955
Legal debt margin	$	379,663

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 12
Legal Debt Margin Information
Last Ten Fiscal Years and Current Year Computation
(unaudited)
(in thousands)

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	$ 266,408	$ 273,279	$ 321,547	$ 323,251	$ 331,415	$ 334,360	$ 350,081	$ 363,552	$ 347,951	$ 408,618
Total net debt applicable to limit	6,750	4,340	41,235	39,065	37,090	27,185	33,610	32,125	30,100	28,955
Legal debt margin	259,658	268,939	280,312	284,186	294,325	307,175	316,471	331,427	317,851	379,663
Total net debt applicable to the limit as a percentage of debt limit	3%	2%	15%	14%	13%	9%	11%	10%	9%	8%
Debt outstanding issued outside the 3% debt limit*	$ 74,185	$ 69,475	$ 65,950	$ 60,435	$ 55,170	$ 48,921	$ 42,495	$ 35,795	$ 29,280	$ 21,520

* The State of Rhode Island General Assembly has, by Special Act, permitted the City to incur indebtedness outside the 3% debt limit. This amount excludes water and sewer bonds that are deemed self-supporting.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 13
Pledged-Revenue Coverage
Last Ten Fiscal Years
(unaudited)
(in thousands)

Water Supply Board

Fiscal Year	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2011	64,017	46,054	17,963	61	24	211.33
2012	61,726	49,212	12,514	115	41	80.22
2013	61,070	50,305	10,765	na	na	na
2014	62,872	54,394	8,478	na	na	na
2015	69,501	54,760	14,741	na	na	na
2016	71,011	56,953	14,058	na	na	na
2017	73,404	57,371	16,033	na	na	na
2018	76,102	60,483	15,619	na	na	na
2019	72,330	59,429	12,901	na	na	na
2020	69,796	63,042	6,754	na	na	na

Redevelopment Revenue Bonds

Fiscal Year	Collections	Debt Service Principal	Debt Service Interest	Coverage
2011	-	*	-	-
2012	-	*	-	-
2013	-	*	-	-
2014	-	*	-	-
2015	-	*	-	-
2016	-	*	-	-
2017	-	*	-	-
2018	-	*	-	-
2019	-	*	-	-
2020	-	*	-	-

Civic Center Bonds

Fiscal Year	Charges	Operating Expenses	Net Available Revenues	Debt Service Principal	Debt Service Interest	Coverage
2011	-	-	-	***	-	-
2012	-	-	-	***	-	-
2013	-	-	-	***	-	-
2014	-	-	-	***	-	-
2015	-	-	-	***	-	-
2016	-	-	-	***	-	-
2017	-	-	-	***	-	-
2018	-	-	-	***	-	-
2019	-	-	-	***	-	-
2020	-	-	-	***	-	-

Providence Public Building Authority Revenue

Fiscal Year	Collections	Debt Service Principal	Debt Service Interest	Coverage
2011	18,548	25,491	17,429	0.43
2012	20,966	23,130	19,607	0.49
2013	20,020	24,568	18,368	0.47
2014	19,652	25,663	17,486	0.46
2015	18,861	26,661	12,483	0.48
2016	22,405	22,368	14,009	0.62
2017	13,815	28,748	11,476	0.34
2018	13,784	30,063	10,977	0.34
2019	14,826	29,789	12,152	0.35
2020	15,386	31,674	12,348	0.35

* Bond was fully refunded in 2005.

** Not available.

*** Note: The Civic Center Authority was sold on December 5, 2005.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 14
Demographic and Economic Statistics
Last Ten Fiscal Years
(unaudited)

Fiscal Year Ended June 30	Population***	Personal Income	Per Capita Income****	Median Age***	School Enrollment**	Unemployment(*) Rate
2011	178,400	(1)	26,867	28.2	23,500	10.9%
2012	178,042	(1)	20,735	28.5	23,520	12.9%
2013	178,042	(1)	19,489	28.5	23,872	11.1%
2014	178,432	(1)	21,512	28.7	23,827	9.9%
2015	178,432	(1)	21,512	28.7	23,765	7.1%
2016	179,207	(1)	21,512	28.8	23,867	5.5%
2017	178,710	(1)	25,169	28.8	24,093	4.3%
2018	178,042	(1)	25,169	29	27,548	4.1%
2019	178,042	(1)	25,169	29	27,931	3.7%
2020	178,042	(1)	25,169	29	23,836	12.6%

(1) Unavailable

* Source: Rhode Island Department of Labor and Training

** RI Department of Education

*** Source: U.S. Bureau of the Census

**** Source U.S. Bureau of Economic Analysis

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 15
Principal Employers
2013 and 2004
(unaudited)

	2013*			2004		
Employer	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Brown University	4,600	1	4.30%	3,251	2	2.78%
Rhode Island Hospital	4,200	2	3.93%	6,063	1	5.19%
Life Span (Mgmt. Svcs. including Miriam Mgmt Svcs.)	1,990	3	1.86%			
Women & Infants Hospital	1,800	4	1.68%	2,800	4	2.40%
Roger Williams Medical Center	1,470	5	1.38%	1,340	6	1.15%
The Miriam Hospital	1,263	6	1.18%	2,161	5	1.85%
Belo Corp/Providence Journal	870	7	0.81%	964	11	0.82%
Mars 2000	850	8	0.80%			
Providence College	799	9	0.75%			
AAA Southern New England	700	10	0.66%			
Johnson & Wales University	700	11	0.66%	1,200	8	1.03%
Butler Hospital	699	12	0.65%	800	16	0.68%
H. Carr & Sons Inc.	500	13	0.47%			
National Grid	450	14	0.42%	1,304	10	1.12%
Employment 2000	400	15	0.37%			
Verizon Wireless	400	16	0.37%			
Gilbane Building Co.	400	17	0.37%			
Wal-mart Stores	350	18	0.33%			
Jewel Case Corp.	300	19	0.28%			
Nordstrom Inc.	300	20	0.28%			

* most recent information available
Sources: Commerce RI, (f/k/a Rhode Island Economic Development Corp.)

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 16
Full-Time Equivalent Employees By Functional Program
Last Ten Fiscal Years
(unaudited)

	Full-Time Equivalent Employees as of June 30									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Functions/Program										
Executive, Legislative, Judicial and Finance:										
City Council	15	15	15	15	15	15	15	15	15	15
City Council Administration	15	13	13	13	13	10.5	11	11	11	11
Internal Auditor	3	3	2	2	2	2	2	2	2	2
City Sergeant	1	1	1	1	1	1	1	1	1	1
City Clerk	10	10	10	10	11	9.5	9	9	9	11
Human Resources (Personnel)	18	18	17	17	16	16	16	14	14	12
Finance	20	24	23	21	19	18	19	23	18	24
Information Technology	19	20	19	15	16	13	13	13	13	5
Legal	33	32	33	27	26	26	27	25	26	25
Courts	26	25	25	24	23	23	23	23	24	24
Retirement	5	4	4	4	4	4	4	4	5	5
Board Tax Assessment	5	5	5	5	5	4	4	5	5	5
City Treasurer	5	5	5	5	5	5	5	5	6	7
City Collector	15	15	15	15	15	15	15	15	15	15
City Assessor	17	17	17	18	18	18	18	18	15	16
Recreation and Public Land and Parks:										
Neighborhood Parks & Recreation Svs	52	45	45	44	44	57	57	56	60	61
Recreation	29	21	19	16	13	-	-	-	-	-
Zoo	31	31	31	31	31	31	31	31	31	31
Forestry	15	15	14	13	13	13	13	15	15	15
Parks	39	36	38	39	54	52	49	51	49	51
Botanical	11	11	11	9	8	8	8	6	10	11
Public Property	36	32	31	30	30	31	31	31	32	30
Public Safety:										
Police Department	544	563	538	559	526	552	544	529	562	594
Commissioner's Office	10	10	9	8	8	8	9	9	9	9
Firefighters' Department	475	438	439	463	508	509	507	438	433	450
Communication	67	67	67	67	67	67	69	69	73	76
Emergency Mgmt./Homeland Security	5	5	5	5	5	5	5	5	6	6
Public Works:										
Administration	9	9	8	9	8	8	8	8	8	8
Engineering	10	9	10	9	8	7	7	8	8	8
Environmental Control	10	9	8	8	8	8	8	8	11	12
Highway and Bridge Maintenance	49	49	49	49	49	49	50	50	52	50
Sewer Maintenance	10	10	10	9	9	9	9	9	10	12
Miscellaneous	0	0	0	0	0	0	0	3	3	1
Garage	7	7	7	7	7	7	7	7	9	9
Parking Administration	4	4	4	3	3	3	-	-	-	-
Traffic Engineering	10	9	9	9	9	9	9	9	8	13
Building Inspection	50	52	53	54	54	55	57	42	55	60
Miscellaneous:										
Recorded Deeds	5	5	5	5	5	5	5	6	7	7
Planning & Development	44	45	44	46	48	44	47	44	50	54
Office of Economic Opportunity	5	7	5	0	-	-	-	-	-	-
Arts, Culture & Tourism	6	6	6	5	4	4	4	4	4	5
Human Relations	1	1	1	1	1	1	1	1	1	3
Human Services	8	11	10	10	9	8	7	7	3	2
PERA	3	3	3	1	1	1	1	1	2	3
Board of Canvassers	9	9	9	9	9	13	8	8	8	8
Board of Licenses	12	13	11	11	11	11	11	11	13	12
Vital Statistics	4	3	4	4	4	4	5	11	5	5
City Archivist	4	4	4	4	3	3	3	3	3	3
School Department	3,437	3,425	3,400	3,316	3,265	3,260	3,241	3,224	3,226	3,236
Total	5,218	5,171	5,111	5,045	5,011	4,993	4,993	4,887	4,945	5,023

Source: City Records.

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 17
Operating Indicators By Function/Program
Last Ten Fiscal Years
(unaudited)
(in thousands)

Function/Program	Fiscal year 2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Police:										
Calls for service	115	152	131	130	124	122	115	114	118	125
Fire:										
Total fire calls	98	67	44	47	46	40	42	41	44	10
Total rescue calls *	34		-	-	-	-	-	-	-	31
Building safety:										
Total building permits	N/A	8	8	9	9	8	7	8	8	8
Total value all permits	N/A	305,314	328,428	368,662	397,535	190,735	155,160	215,485	162,913	198,251
Public service:										
Residential garbage collected (ton)	68	66	64	63	61	70	70	71	73	74

Source: City Records

** Reported as total fire and rescue*

CITY OF PROVIDENCE, RHODE ISLAND

Schedule 18
Capital Asset Statistics By Function/Program
Last Ten Fiscal Years
(unaudited)

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Public Safety:										
Fire, Fire Stations	15	15	15	15	15	15	15	15	15	15
Fire trucks	23	23	23	23	23	23	23	23	23	23
Public Works:										
Bridges	27	27	27	27	27	27	27	27	27	27
Streets (Miles)	370	370	370	370	370	370	370	370	370	370
Manholes	20	20	20	20	20	20	20	20	20	20
Catch Basins	12	12	12	12	12	12	12	12	12	12
Drain Inlets	4	4	4	4	4	4	4	4	4	4
Parks & Recreation:										
Acreage	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Parks	124	124	124	124	124	124	124	124	124	124
Golf Course	2	2	2	2	2	2	2	2	2	2
Baseball/Softball Diamonds	40	40	40	40	40	40	40	40	40	40
Greenhouse	6	6	6	6	6	6	6	6	6	6
Soccer/Football Fields	11	11	11	11	11	11	11	11	11	11
Water Parks	9	9	9	9	9	9	9	9	9	9
Museum	1	1	1	1	1	1	1	1	1	1
Swimming pools	6	6	6	6	6	6	6	6	6	6
Recreation Centers	10	10	10	10	10	10	10	10	10	10
Zoo	1	1	1	1	1	1	1	1	1	1
Water:										
Lakes	10	10	10	10	10	10	10	10	10	10
Wastewater:										
Sanitary Sewer Lines (miles)	300	300	300	300	300	300	300	300	300	300

Source: City Records

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