



# City of Pawtucket Rhode Island



*The Historic Slater Mill*

**Basic Financial Statements  
And Required Supplementary Information  
Fiscal Year Ended June 30, 2010**

**Including Independent Audit Report of  
Certified Public Accountants**

**James E. Doyle  
Mayor**



**Ronald L. Wunschel  
Finance Director**

**Prepared by Finance Department**

**CITY OF PAWTUCKET, RHODE ISLAND  
ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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## **INTRODUCTORY SECTION**

**This Section Contains the Following Subsections**

**List of City Officials  
Organizational Chart**

# **CITY OF PAWTUCKET, RHODE ISLAND**

## **LIST OF CITY OFFICIALS**

**JUNE 30, 2010**

### **CITY COUNCIL**

Henry S. Kinch, Jr., President  
Thomas E. Hodge, President Pro Tem  
John J. Barry, III  
Mark J. Wildenhain  
David P. Moran  
James F. Chadwick, Jr.  
Lorenzo Tetreault  
Albert J. Vitali, Jr.  
Jean Philippe Barros

### **MAYOR**

James E. Doyle

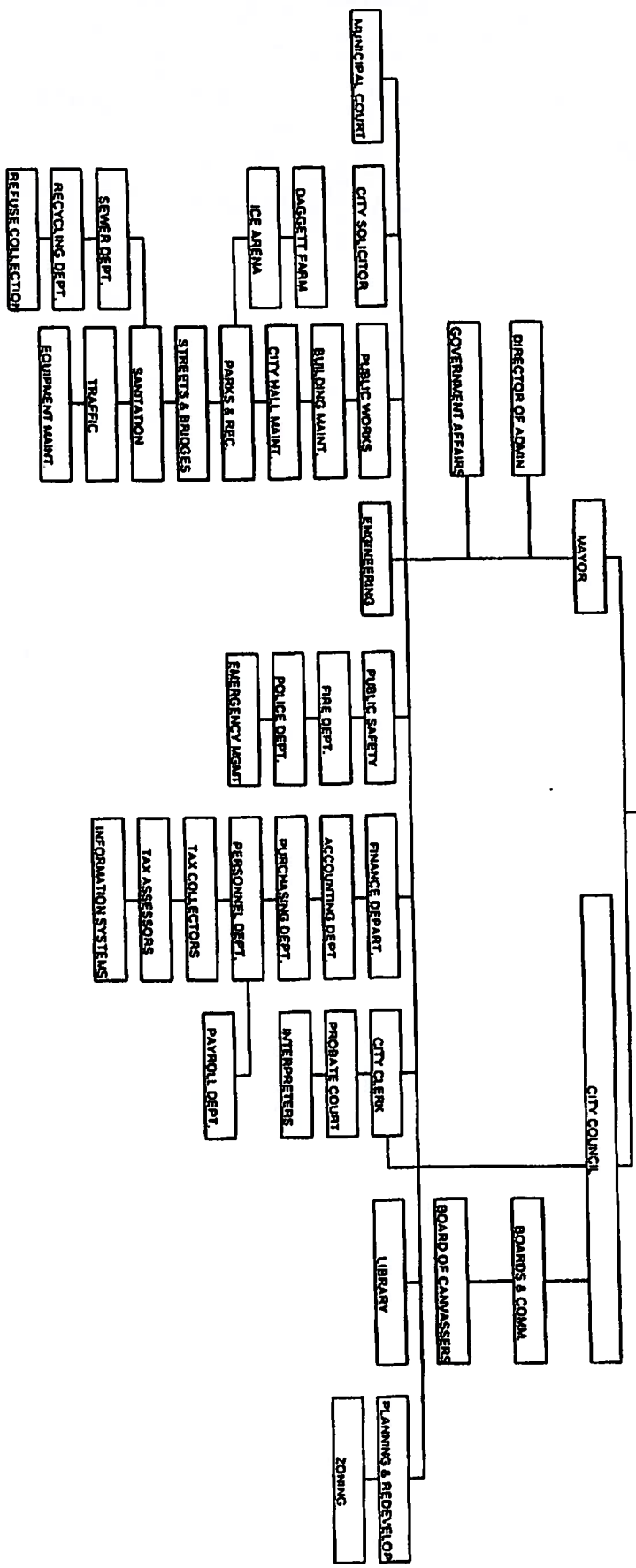
### **DIRECTOR OF ADMINISTRATION**

Harvey E. Goulet

### **FINANCE DEPARTMENT**

Ronald L. Wunschel, Finance Director  
Jeannine Bourski, Deputy Finance Director  
Cheryl DiGiuseppe, Tax Collector  
David Quinn, II, Tax Assessor  
Angel Garcia, Personnel Director  
Darcy Viner, Information Systems Manager  
Joseph Roque, Purchasing Director

# CITY OF PAWTUCKET, RHODE ISLAND ORGANIZATIONAL CHART



## **FINANCIAL SECTION**

This Section Contains the Following Subsections:

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

## **INDEPENDENT AUDITORS' REPORT**

To the Honorable President and  
Members of City Council  
City of Pawtucket  
Pawtucket, Rhode Island

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pawtucket, Rhode Island, as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Pawtucket, Rhode Island's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pawtucket, Rhode Island, as of June 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 23, 2010 on our consideration of the City of Pawtucket, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Boston  
Newton  
Taunton  
Concord



The Management's Discussion and Analysis, historical pension information, and budgetary comparison information on Pages 3 through 16 and 59 through 64 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Pawtucket, Rhode Island's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules for nonmajor funds and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis and as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of City of Pawtucket, Rhode Island. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements and budgetary comparison schedules taken as a whole. The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Braver, PC*

Braver, PC  
Providence, Rhode Island  
December 23, 2010

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

Our discussion and analysis of the City of Pawtucket, Rhode Island's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2010. This discussion and analysis should be read in conjunction with the City's financial statements that follow this section.

**Financial Highlights**

- ❖ The City's government-wide net assets decreased by \$16,198,120 as a result of this year's operation. On a government-wide basis the liabilities of the City of Pawtucket exceeded its assets at the close of the most recent fiscal year by \$26,161,029. Net assets of business activities increased by \$2,201,261, or 3.2%, while net assets of Governmental Activities decreased by \$18,399,381 or 237.1%. It should be noted the majority of this decrease is due to the current period increase in the amount of \$2,195,107 of the other post retirement benefits and the increase in the amount of \$11,543,890 in the net pension obligation.
- ❖ The City's Government-wide (governmental and business activities) operating expenses were \$263,071,259, a 5% decrease from the prior year, while revenues collected were \$246,873,139 a 2.5% decrease from the prior year.
- ❖ As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of \$7,446,015. Over 52.4% of this amount, \$3,902,085 is unreserved and available for use within the City's designation and fiscal policies.
- ❖ At the end of the current fiscal year, the general fund unreserved fund balance was \$952,951, or 1.27% of the total general fund expenditures for the fiscal year. The current fiscal year's expenditures and transfers exceeded revenues and transfers by \$492,347. On a budgetary basis expenditures and transfers exceeded revenues and transfers by \$492,347.

**Overview of the Financial Statements**

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

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

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

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

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

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

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

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

Both of the government-wide financial statements distinguish functions of the City, which are supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The City's governmental activities include legislative, executive, finance, planning, public safety, public works and education. The City's business activities include wastewater operations.

The government-wide financial statements are reported on pages 17 through 18.

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

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

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

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

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

The City adopts an annual budget for its General Fund and for its School Special Revenue Unrestricted Fund. Budgetary comparison statements have been provided for these funds to demonstrate compliance with this budget.

**Proprietary Funds** - The City's proprietary funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City has three enterprise funds. The Pawtucket Water Supply Board, which accounts for the City's water system and 175 Main Street which is an office building. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for health & dental benefits. Because these services predominately benefit governmental rather than business type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Pawtucket Water Supply Board since it is considered to be a major fund of the City. The internal service fund financial statement provides information for health & dental plan benefits.

The basic proprietary fund financial statements are presented on pages 23 through 26.

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

The fiduciary fund financial statements can be found on pages 27 and 28.

**Notes to Financial Statements** - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are presented on pages 29 through 58.

**Other Information** - In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information pertinent to the City's operations. Required Supplementary information is presented on pages 59 through 65.

The combining statements referred to earlier in connection with non-major governmental funds, are presented on pages 66 through 150.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**Government-wide Financial Analysis**

**Analysis of the City of Pawtucket's Net Assets**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. The City of Pawtucket, governmental activities liabilities exceeded assets by \$26,161,029 as of June 30, 2010. This is a decrease of \$18,399,381 from the previous year.

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

*City of Pawtucket*  
*Statement of Net Assets*

	<u>June 30, 2010</u>			<u>June 30, 2009</u>		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Current and Other Assets	\$ 25,537,915	\$ 38,837,792	\$ 64,375,707	\$ 40,998,632	\$ 34,126,648	\$ 75,125,280
Capital assets (net)	149,669,869	140,479,758	290,149,627	152,493,840	138,638,265	291,132,105
Total Assets	<u>175,207,784</u>	<u>179,317,550</u>	<u>354,525,334</u>	<u>193,492,472</u>	<u>172,764,913</u>	<u>366,257,385</u>
Current and Other Liabilities	18,715,854	9,155,098	27,870,952	43,185,973	6,004,598	49,190,571
Long-Term Liabilities	182,652,959	100,142,663	282,795,622	158,068,147	98,941,787	257,009,934
Total Liabilities	<u>201,368,813</u>	<u>109,297,761</u>	<u>310,666,574</u>	<u>201,254,120</u>	<u>104,946,385</u>	<u>306,200,505</u>
Net Assets:						
Invested in Capital, Net of Related Debt	98,785,743	45,164,068	143,949,811	118,987,032	43,487,480	162,474,512
Restricted		22,272,271	22,272,271	4,051,155	20,081,098	24,132,253
Unrestricted	(124,946,772)	2,583,450	(122,363,322)	(130,799,835)	4,249,950	(126,549,885)
Total Net Assets	<u>\$ (26,161,029)</u>	<u>\$ 70,019,789</u>	<u>\$ 43,858,760</u>	<u>\$ (7,761,648)</u>	<u>\$ 67,818,528</u>	<u>\$ 60,056,880</u>

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

The largest portion of the City's net assets, \$143,949,811 consists of its investments in capital assets such as land, buildings and improvements, motor vehicles, furniture and equipment and infrastructure, less any debt used to acquire these assets, which is still outstanding. The City uses these capital assets to provide services to its citizens. Consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves are unlikely to be used to liquidate these liabilities. An additional portion of the City's net assets, \$22,272,271 represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets may be used to meet the government's ongoing obligations to its citizens and creditors. As of June 30, 2010 the City of Pawtucket reports positive balances in two of three categories of net assets for the government as a whole.

**Analysis of the City of Pawtucket's Operations**

The following analysis provides a summary of the City's operations for the year ended June 30, 2010. The City first implemented GASB Statement 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments for the fiscal year June 30, 2003. Therefore, comparative data is now available and is presented in the following schedules. Governmental activities decreased the City's net assets by \$18,399,381 for the current period, a 237.1% decrease in the City's governmental net assets, while business-type activities increased the City's net assets by \$2,201,261 for the current period, a 3.2% increase in the business-type growth in net assets. Overall the City's net assets decreased \$16,198,120 which is a 27% decrease over the prior year.

Amounts reported for governmental activities in the statement of activities are different from the amounts reported as fund expenditures. See page 22 for the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities for a detailed explanation of these differences.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

The following schedule presents the Changes in Net Assets for the current and prior years' activity.

*City of Pawtucket*  
**Changes in Net Assets**

	<u>June 30, 2010</u>			<u>June 30, 2009</u>		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for Services	\$ 34,309,700	\$ 18,046,090	\$ 52,355,790	\$ 42,750,235	\$ 17,307,483	\$ 60,057,718
Operating Grants & Contributions	26,570,962	3,249,969	29,820,931	22,050,577		22,050,577
Capital Grants & Contributions	129,324		129,324	282,059	586,935	868,994
<b>General Revenues</b>						
Property Taxes	81,306,496		81,306,496	81,082,074		81,082,074
State Aid, Unrestricted	78,137,261		78,137,261	87,253,058		87,253,058
Investment Earnings	782,196	224,926	1,007,122	813,819	607,743	1,421,562
Other Revenues	3,736,000	380,215	4,116,215	234,404	327,879	562,283
<b>Total Revenues</b>	<u>224,971,939</u>	<u>21,901,200</u>	<u>246,873,139</u>	<u>234,466,226</u>	<u>18,830,040</u>	<u>253,296,266</u>
<b>Expenses</b>						
Legislative	38,066,588		38,066,588	63,539,188		63,539,188
Executive			-			-
Finance	3,020,197		3,020,197	3,828,989		3,828,989
Planning	8,636,930		8,636,930	6,976,695		6,976,695
Public Safety	51,861,816		51,861,816	38,981,096		38,981,096
Public Works	15,235,612		15,235,612	15,519,821		15,519,821
Parks Recreation/Cultural Services			-	202,175		202,175
Education	112,491,211		112,491,211	120,037,870		120,037,870
Interest Expense	1,065,930		1,065,930	1,913,563		1,913,563
Other	9,449,482		9,449,482	10,070,421		10,070,421
On behalf pension contribution	3,543,554		3,543,554	-		-
Water Supply Board		15,464,502	15,464,502			-
175 Main Street		515,006	515,006		15,442,214	15,442,214
Nutrition Fund		3,720,431	3,720,431		522,367	522,367
<b>Total Expenses</b>	<u>243,371,320</u>	<u>19,699,939</u>	<u>263,071,259</u>	<u>261,069,818</u>	<u>15,964,581</u>	<u>277,034,399</u>
Change in Net Assets	<u>(18,399,381)</u>	<u>2,201,261</u>	<u>(16,198,120)</u>	<u>(26,603,592)</u>	<u>2,865,459</u>	<u>(23,738,133)</u>
Net Assets - Beginning	(7,761,648)	67,818,528	60,056,880	18,841,944	64,953,069	83,795,013
<b>Net Assets - Ending</b>	<u>\$ (26,161,029)</u>	<u>\$ 70,019,789</u>	<u>\$ 43,858,760</u>	<u>\$ (7,761,648)</u>	<u>\$ 67,818,528</u>	<u>\$ 60,056,880</u>



**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**Financial Analysis of the City of Pawtucket's Funds**

**Governmental Funds** - The focus of the City of Pawtucket'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, the unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$7,446,015. Approximately 52.4% of the total amount, or \$3,902,085 constituted unreserved fund balances. The remainder of the fund balance is reserved because of future commitments.

**Reserved and designated fund balances:**

	<b>General Fund</b>	<b>Water Supply Board</b>	<b>Other Non- Major Funds</b>
Reserve by charter	\$ 700,000		
Reserve by medical	1,834,809		
Reserve by revaluation costs	184,154		
Reserve by snow removal	150,000		
Reserve by perpetual care			450,000
Reserve by endowments			224,967
Reserve per trust agreement		17,809,659	
Reserve per PUC order		4,462,607	
Reserve for other purposes		5	
<b>Total reserve in fund balances</b>	<b>\$ 2,868,963</b>	<b>\$ 22,272,271</b>	<b>\$ 674,967</b>

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

Unrestricted net assets of the respective proprietary funds are \$2,583,450.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**General Fund Budgeting Highlights for the Fiscal Year Ending June 30, 2010**

**REVENUE:**

**Real Estate, Tangible and Auto Taxes** - were under budget \$1,848,472 due to abatements not anticipated during the budget process. The major reason for the deficit is the significant tax appeals above and beyond budget anticipations. Real Estate tax accounted for \$1,734,570 of the variance. Motor Vehicle tax was under budget by \$216,479 as a result of State Values being overstated during the budget process. Tangible tax was over budget by \$203,146 due to delinquent payments. In prior year comparison, we were over last year by \$6,508,186 with increased tax rates and rehabilitation of older residential buildings and commercial buildings

**Current Other Revenues** - were under budget \$100,138 and under last year by \$44,652 primarily due to Realty Transfer Taxes as the realty market declined with less activity during decreased market values and escalating foreclosures as a result of finance company demands on adjustable rate mortgages.

**License and Permit Revenue** - was under budget \$74,642 and over last year by \$11,650. The variances for this year are a result of decreased permits for building, electrical, plumbing, and mechanical and other inspection fees. We were over last year mainly due to increased fees charged for part of the year.

**Intergovernmental Revenue** - was under budget \$1,422,821 and under last year by \$3,624,191. A positive over-budget item was Public Service Corporation Tax of \$149,337. Negative under budget items for this year were Auto Phase-Out Aid of \$1,383,330 as a result of Governor ordered midyear budget adjustments. Negative under budget items for last year were State Aid of \$2,100,394 and Auto Phase-Out Aid of \$1,383,330.

**Charges for Services** - are under budget \$255,508 and under last year by \$261,137. This year's variance was a result of a payment for the sale of public realty of \$250,000 this year. Also, we had the loss of Ice Rink Rental of \$321,432, as we no longer have the Ice Rink.

**Fines and Forfeitures** - were under budget \$242,733 and under last year by \$244,218.

**Interest Revenue** - was under budget \$49,708 and under last year by \$77,527. Cash investments in banks were considerably under expectations as banks reacted to Federal Reserve Bank decreasing prime rates with their decreases in market deposit accounts and the market conditions resulting from bad credit loans.

**Other Financing Sources** - was under budget \$437,423 and under last year by \$3,058,829. The variances are a result of medical co-pays not being agreed upon by unions as budgeted and also medical reserves being utilized.

**Total Revenue** - was under budget by \$3,893,453 mainly due to tax revenue and State Aid variances while against last year we have a negative variance of \$790,718.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**EXPENSES:**

**Legislative** - The Legislative Department was under budget \$157,809 and under last year \$327,300. **There were no significant variances in the Legislative Department, which includes the City Clerk's Division, Board of Canvassers Division, Library Division, City Council Division, and Probate Court.**

**Executive** - The Executive Department was under budget \$60,513 and under last year \$22,103. **There were no significant variance in the Executive Department, which includes the Mayor's Office, Law Division, and Municipal Court. Last year's variance is attributed to increased legal fees.**

**Finance** - The Finance Department was under budget \$237,707 and under last year \$193,974.

**The Accounting and Finance Divisions** - were under budget \$30,634 and under last year \$79,772. The variances are mostly due to furloughs in the current year and salaries being under as a result of employees on leave without pay.

**The Tax Assessors Division** - was under budget \$93,032 and over last year \$31,987. The variances are mostly due to furloughs in the current year and salaries being under as a result of employees on leave without pay.

**The Collections/Disbursements Division** - was under budget \$31,577 and under last year \$20,096. The variances are a result of furloughs in the current year and salaries being under as a result of employees on leave without pay.

**The Information Technology Division** - was under budget \$43,938 and under last year \$103,185. The main reason for the favorable variances is furloughs in the current year and salaries being under as a result of employees on leave without pay.

**The Personnel Division** - was under budget \$22,388 and under last year \$14,780. Both variances are largely due to all expense categories at a lower level than budgeted and furloughs in the current year.

**The Purchasing Division** - was under budget \$9,433 and under last year \$5,009. Variances are due to furloughs in the current year.

**Payroll Division** – was under budget by \$6,705.

**Planning** - The Planning Department was under budget \$51,626 and under last year \$114,890. The major variances were mostly due to furloughs in the current year and changes in Medical Benefits from last year.

**Public Safety** - The Public Safety Department consists of the Police Department, Fire Department, and the Civil Defense Department. Total Departments were under budget \$1,540,996 for the year and over last year \$4,300,736.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**POLICE:**

The Police Department was under budget \$1,044,018 and over last year \$1,960,816.

**The Uniform Police Division** - was under budget \$867,580 and over last year \$2,212,321. Uniform salaries were under budget \$254,492 mainly due to lag time in replacement of retirees and terminations. The difference between last year and this year is due to an increased contribution of \$2,123,000 to the pension plan which brings us to our annual required contribution.

**The Civilian Police Division** - was under budget \$100,797 and under last year \$200,576. The major variances were mostly due to furloughs in the current year and fewer salaries budgeted for Academy pay from last year.

**The Animal Control Division** – was under budget \$23,729 and under last year \$11,641. This was mostly due to furloughs in the current year and all other expenses were not material.

**The Crossing Guard Division** – was under budget \$51,912 and under last year \$39,288. This was mostly due to furloughs in the current year and salaries being under as a result of employees out leave without pay.

**FIRE:**

The Total Fire Department was under budget \$481,865 and over last year \$2,344,997.

**The Uniform Fire Division** - was under budget \$326,727 and over last year \$2,364,594. Uniform salaries were under budget \$210,800 mainly due to lag time in replacement of retirees and terminations. The difference between last year and this year is due to an increased contribution of \$2,123,000 to the pension plan which brings us to our annual required contribution.

**The Civilian Fire Division** – was under budget \$59,810 and under last year \$50,911. This was mostly due to furloughs in the current year and salaries being under as a result of employees out leave without pay.

**The Fire Prevention Division** – was under budget \$95,328 and last year's variance was over \$31,314. The most significant variance was salaries under budget at \$66,455.

**CIVIL DEFENSE** - had no significant changes.

**Public Works** - The Public Works Department was under budget \$1,241,468 and under last year \$1,401,326.

**Engineering** – was under budget \$154,498 and under last year \$129,838 mostly due to Salaries and furloughs in the current year.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

**Equipment Maintenance Division** - was under budget \$67,817 and under last year \$43,684 mostly due to Salaries and furloughs in the current year.

**Building Maintenance Division** - was under budget by \$18,850 and under last year \$33,252 mostly due to Salaries and furloughs in the current year.

**City Hall Maintenance Division** - was under budget by \$30,787 and under last year \$10,985 mostly due to Salaries and furloughs in the current year.

**Sewer Maintenance Division** – was under budget \$86,172 and under last year \$59,181 mostly due to Salaries and furloughs in the current year.

**Refuse Collection Division** - was under budget \$27,041 and over last year \$188,942. The largest variance was within Salaries and Temporary Agencies combined over budget in the amount of \$69,620.

**Transfer Station Division** – was under budget by \$121,398 and under last year \$94,442. The largest under budget amounts were Tipping Fee - Commercial \$197,293.

**Recycling Division** – was under budget \$111,384 and under last year \$53,536 mostly due to Salaries and furloughs in the current year.

**Streets and Bridges Division** was under budget \$82,408 and under last year \$58,254 mostly due to Salaries and furloughs in the current year.

**Street Cleaning and Snow Removal Division** was under budget \$236,628 and under last year \$273,242. The largest contributing expenses were Salaries due to furloughs and employees on leave without pay; also Sand/Salt Supplies at \$86,084 under budget.

**Traffic Division** – was under budget \$73,204 and under last year \$67,512. The major variance was Traffic Lighting Expense under budget \$20,760 and Salaries and Overtime under budget \$18,088. Also contributing were furloughs in the current year.

**Parks Division** – was under budget \$267,043 and under last year \$256,714. Major variances were Salaries under budget \$91,339 and Water Expense under budget \$77,103.

**Ice Arena** – was over budget \$25,424 and under last year \$446,817. These variances are due to the fact that the Ice Arena is now closed on the City books as it has been sold to a private vendor.

**Fixed Charges (Non-Departmental Costs)** - The Fixed Charges Section was over budget \$152,069 and under last year by \$4,258,795.

**Debt Service** was over budget \$26,330 and under last year \$4,829,500. The main reason for the variance is our Tax Sync Bonds matured which caused us to be under last year by \$4,646,138.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

The matured proceeds were utilized in the budget to increase the police and fire pension contribution to equal the actuaries required contribution.

**Operating Insurance** was over budget \$70,629 and under last year \$135,382. Last year's variance is due to the completion of a settlement agreement with Blue Cross.

**Interdepartmental Contributions** were on budget and over last year \$179,546. The main reasons for the variance from last year are due to an increase in the School Funding due to corrective deficit plans which require us to add to the maintenance of effort each year.

**Other Employee Benefits** – was under budget \$104,566 and over last year \$28,956. The major variance was the Workers Compensation Expense being under \$103,354.

**Fixed Charges** - was over budget \$152,069 and under last year \$408,263. **Furloughs** were budgeted at \$472,992 as a credit due to the fact that we didn't know how much would be in each department. The actual credit shows up in the actual departments listed above. Accrued Hours Payoff was under budget \$121,560 and under last year \$307,725 as a result of less retirements from the previous year. Also, Street Lighting was under budget \$199,391.

**Total Expenses** – were under budget \$3,156,190 and under last year \$2,017,652. This year's positive variance is due to wage and hiring freezes and an expenditure freeze.

### **The City of Pawtucket's Capital Assets**

The City of Pawtucket's investment in capital assets for its governmental and business-type activities amounts to \$290,149,627 net of accumulated depreciation at June 30, 2010. Included are land, building and improvements, construction in progress, motor vehicles, furniture and equipment and infrastructure.

Additional information on the City of Pawtucket's capital assets is located in note 4 to the financial statements and can be found on page 40.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

*City of Pawtucket*  
**Capital Assets (Net of Accumulated Depreciation)**

	<u>June 30, 2010</u>			<u>June 30, 2009</u>		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Land and improvements	\$ 21,867,850	\$ 5,618,212	\$ 27,486,062	\$ 21,867,850	\$ 5,618,211	\$ 27,486,061
Construction in progress		7,862,259	7,862,259	-	4,373,334	4,373,334
Buildings and improvements	43,756,503	2,659,880	46,416,383	44,262,458	2,795,732	47,058,190
Distribution and collection system		63,619,432	63,619,432	-	125,850,988	125,850,988
Motor vehicles	3,870,773		3,870,773	4,127,949		4,127,949
Machinery, equipment & furniture	1,785,038	888,561	2,673,599	2,030,752		2,030,752
Infrastructure	78,389,705	59,831,414	138,221,119	80,204,831		80,204,831
<b>Total</b>	<b>\$ 149,669,869</b>	<b>\$ 140,479,758</b>	<b>\$ 290,149,627</b>	<b>\$ 152,493,840</b>	<b>\$ 138,638,265</b>	<b>\$ 291,132,105</b>

**The City of Pawtucket's Debt Administration**

At the end of the current fiscal year, the City of Pawtucket's Governmental Activities had a total bonded debt of \$44,520,477. Of this amount, 100% comprises bonded debt backed by the full faith and credit of the government. The following is a summary of the City's long-term debt:

The following is a summary of the City's long-term debt:

*City of Pawtucket*  
**General Obligation Bonds and Notes Payable**

	<u>June 30, 2010</u>			<u>June 30, 2009</u>		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
General Obligations Bonds	\$ 44,520,477	\$ -	\$ 44,520,477	\$ 33,506,808	\$ -	\$ 33,506,808
Bond Premiums, Capital Leases & Deferred Loss on Refundings	6,450,592	(270,239)	6,180,353	18,956,930	(353,143)	18,603,787
Water & Clean Water Bonds		101,386,524	101,386,524		97,100,191	97,100,191
Notes Payable		1,113,357	1,113,357		1,219,110	1,219,110
<b>Total</b>	<b>\$ 50,971,069</b>	<b>\$ 102,229,642</b>	<b>\$ 153,200,711</b>	<b>\$ 52,463,738</b>	<b>\$ 97,966,158</b>	<b>\$ 150,429,896</b>

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Management's Discussion and Analysis**  
**For the Year Ended June 30, 2010**  
**(Un-audited)**

Additional information on the City's long-term debt can be found in note 7 of the Notes to the Financial Statements and on pages 43 and 44.

The City maintains an "A3" rating from Moody's for general obligation debt. The State of Rhode Island imposes a limit of 3 percent of the fair value of all taxable City property on the general obligation debt that a municipality can issue. The City of Pawtucket's limit is \$126,441,401 at year-end. The City's outstanding general obligation debt is \$44,520,477 at year-end, which is \$81,920,924 under the State imposed limitation.

**Economic Factors and Next Year's Budgets and Rates**

The City of Pawtucket's total general fund budget for fiscal year 2011 amounts to \$191,048,383, which reflects a decrease of \$12,977,217 or 6.36% less than the fiscal 2010 budget of \$204,025,600. Of the City's 2011 budget \$88,286,627 or 46.2%, is budgeted for educational purposes and \$102,761,756 or 53.8% is budgeted for other purposes.

The City's tax rate for fiscal year 2011 is \$24.54 per thousand for commercial real property, \$17.78 per thousand for residential real property, \$53.30 per thousand for motor vehicles and \$52.09 per thousand for tangible personal property. Taxes for retail/wholesale inventory have been completely phased out.

**Request for Information**

The financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the City's finances and to show the City's accountability for the tax dollars received. Questions concerning this report, or requests for additional information, should be directed to Mr. Ronald L. Wunschel, Finance Director, Pawtucket City Hall, 137 Roosevelt Avenue, Pawtucket, RI 02860, Telephone (401)728-0500.

Ronald L. Wunschel  
Finance Director



## **BASIC FINANCIAL STATEMENTS**

**CITY OF PAWTUCKET, RHODE ISLAND****Statement of Net Assets**

June 30, 2010

	Primary Government			Pawtucket Business Development Corporation
	Governmental Activities	Business-type Activities	Total	
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and cash equivalents	\$ 6,404,321	\$ 2,687,854	\$ 9,092,175	\$ 61,326
Investments	-	-	-	-
Real estate and personal property taxes receivable, net	5,253,962	-	5,253,962	-
Water and sewer assessments and user fees receivable, net	-	4,788,019	4,788,019	-
Due from federal and state government	8,207,401	601,286	8,808,687	-
Other receivables, net	4,315,238	24,028	4,339,266	605,664
Inventories	-	223,488	223,488	-
Other assets	1,270,050	65,866	1,335,916	2,500
<b>Total Current Assets</b>	<b>25,450,972</b>	<b>8,390,541</b>	<b>33,841,513</b>	<b>669,490</b>
<b>Noncurrent Assets:</b>				
<b>Restricted assets:</b>				
Cash and equivalents	-	15,035,994	15,035,994	-
Investments	-	7,236,272	7,236,272	-
Intergovernmental receivable	-	5,826,302	5,826,302	-
<b>Total restricted assets</b>	<b>-</b>	<b>28,098,568</b>	<b>28,098,568</b>	<b>-</b>
<b>Capital assets:</b>				
Land	21,867,850	5,618,212	27,486,062	415,619
Non-depreciable assets	-	7,862,259	7,862,259	-
Depreciable assets, net	127,802,019	126,999,287	254,801,306	-
Other assets	-	2,348,683	2,348,683	-
Bond issuance costs	86,943	-	86,943	-
<b>Total Noncurrent Assets</b>	<b>149,756,812</b>	<b>142,828,441</b>	<b>292,585,253</b>	<b>415,619</b>
<b>TOTAL ASSETS</b>	<b>175,207,784</b>	<b>179,317,550</b>	<b>354,525,334</b>	<b>1,085,109</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts payable and accrued liabilities	8,932,509	2,852,338	11,784,847	4,005
Unearned revenue	4,562,151	824,088	5,386,239	-
Other liabilities	15,442	27,577	43,019	415,619
Long-term debt due within one year	5,205,752	5,451,095	10,656,847	-
<b>Total Current Liabilities</b>	<b>18,715,854</b>	<b>9,155,098</b>	<b>27,870,952</b>	<b>419,624</b>
<b>Noncurrent Liabilities:</b>				
Other noncurrent liabilities	-	2,435,067	2,435,067	-
Long-term debt	182,652,959	97,707,596	280,360,555	-
<b>Total Noncurrent Liabilities</b>	<b>182,652,959</b>	<b>100,142,663</b>	<b>282,795,622</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>201,368,813</b>	<b>109,297,761</b>	<b>310,666,574</b>	<b>419,624</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	98,785,743	45,164,068	143,949,811	-
<b>Restricted for:</b>				
Trust agreements	-	17,809,659	17,809,659	-
Public Utilities Commission order	-	4,462,607	4,462,607	-
Other purposes	-	5	5	582,592
Unrestricted	(124,946,772)	2,583,450	(122,363,322)	82,893
<b>TOTAL NET ASSETS</b>	<b>\$ (26,161,029)</b>	<b>\$ 70,019,789</b>	<b>\$ 43,858,760</b>	<b>\$ 665,485</b>

See auditors' report and accompanying notes to these financial statements

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Statement of Activities**  
For the year ended June 30, 2010

<i>Functions/Programs</i>	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Pawtucket Business Development Corporation
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
<b>Governmental Activities:</b>								
Legislative, judicial and general administrative	\$ 38,066,588	\$ 32,531,852	\$ 914,762	\$ -	\$ (4,619,974)	\$ -	\$ (4,619,974)	\$ -
Financial administration	3,020,197	421,548	-	-	(2,598,649)	-	(2,598,649)	-
Public safety	51,861,816	836,715	1,654,824	-	(49,370,277)	-	(49,370,277)	-
Public works	15,235,612	280,288	181,515	-	(14,773,809)	-	(14,773,809)	-
Planning, engineering and inspection	8,636,930	48,762	4,883,634	129,324	(3,575,210)	-	(3,575,210)	-
Other	9,449,482	31,428	-	-	(9,418,054)	-	(9,418,054)	-
Education	116,034,765	159,107	18,936,227	-	(96,939,431)	-	(96,939,431)	-
Interest on long-term debt	1,065,930	-	-	-	(1,065,930)	-	(1,065,930)	-
<b>Total governmental activities</b>	<b>243,371,320</b>	<b>34,309,700</b>	<b>26,570,962</b>	<b>129,324</b>	<b>(182,361,334)</b>	<b>-</b>	<b>(182,361,334)</b>	<b>-</b>
<b>Business-type Activity:</b>								
School lunch fund	3,720,431	497,050	3,249,969	-	-	26,588	26,588	-
Water Supply Board	15,464,502	16,984,750	-	-	-	1,520,248	1,520,248	-
175 Main Street	515,006	564,290	-	-	-	49,284	49,284	-
<b>Total business-type activity</b>	<b>19,699,939</b>	<b>18,046,090</b>	<b>3,249,969</b>	<b>-</b>	<b>-</b>	<b>1,596,120</b>	<b>1,596,120</b>	<b>-</b>
<b>Total primary government</b>	<b>263,071,259</b>	<b>\$ 52,355,790</b>	<b>\$ 29,820,931</b>	<b>\$ 129,324</b>	<b>(182,361,334)</b>	<b>1,596,120</b>	<b>(180,765,214)</b>	<b>-</b>
<b>Component Unit</b>								
Pawtucket Business Development Corp	\$ 123,060		\$ 123,000					(60)
<b>General revenues:</b>								
<b>Taxes:</b>								
Property taxes levied for general purposes					81,306,496		81,306,496	
State aid, unrestricted					78,137,261		78,137,261	
Investment and interest income					782,196	224,926	1,007,122	27,057
Other revenues					3,736,000	380,215	4,116,215	
<b>Total general revenues</b>					<b>163,961,953</b>	<b>605,141</b>	<b>164,567,094</b>	<b>27,057</b>
<b>Change in Net Assets</b>					<b>(18,399,381)</b>	<b>2,201,261</b>	<b>(16,198,120)</b>	<b>26,997</b>
<b>Net Assets - beginning of year, as restated</b>					<b>(7,761,648)</b>	<b>67,818,528</b>	<b>60,056,880</b>	<b>638,488</b>
<b>Net Assets - ending of year</b>					<b>\$(26,161,029)</b>	<b>\$ 70,019,789</b>	<b>\$ 43,858,760</b>	<b>\$ 665,485</b>

See auditors' report and accompanying notes to these financial statements

**FUND FINANCIAL STATEMENTS**

**CITY OF PAWTUCKET, RHODE ISLAND**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2010**

	General Fund	School Special Revenue Unrestricted Fund	CDBG Community Development	Other Non-Major Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 5,171,242	\$ (4,505,155)	\$ 337,979	\$ 5,051,597	\$ 6,055,663
Real estate and personal property tax receivable (net)	5,253,962	-	-	-	5,253,962
Due from federal and state governments	1,525,889	2,490,456	-	4,191,056	8,207,401
Other receivables	1,126	75,791	3,036,767	1,201,554	4,315,238
<b>TOTAL ASSETS</b>	<b>11,952,219</b>	<b>(1,938,908)</b>	<b>3,374,746</b>	<b>10,444,207</b>	<b>23,832,264</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>					
<b>LIABILITIES</b>					
Accounts payable and accrued expenditures	3,314,164	1,542,292	45,772	2,090,287	6,992,515
Deferred revenue	4,816,141	-	2,983,189	1,578,962	9,378,292
Other liabilities	-	-	5,129	10,313	15,442
<b>TOTAL LIABILITIES</b>	<b>8,130,305</b>	<b>1,542,292</b>	<b>3,034,090</b>	<b>3,679,562</b>	<b>16,386,249</b>
<b>FUND BALANCES (DEFICITS):</b>					
Designated for:					
By charter - working capital account	700,000	-	-	-	700,000
Medical	1,834,809	-	-	-	1,834,809
Revaluation costs	184,154	-	-	-	184,154
Snow removal	150,000	-	-	-	150,000
Reserved for:					
Perpetual care	-	-	-	450,000	450,000
Endowments	-	-	-	224,967	224,967
Unreserved:					
Undesignated	952,951	-	-	-	952,951
Unreserved, reported in:					
Special revenue funds	-	(3,481,200)	340,656	3,732,795	592,251
Capital project funds	-	-	-	2,005,668	2,005,668
Permanent funds	-	-	-	351,215	351,215
<b>TOTAL FUND BALANCES (DEFICITS)</b>	<b>3,821,914</b>	<b>(3,481,200)</b>	<b>340,656</b>	<b>6,764,645</b>	<b>7,446,015</b>
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)</b>	<b>\$ 11,952,219</b>	<b>\$ (1,938,908)</b>	<b>\$ 3,374,746</b>	<b>\$ 10,444,207</b>	<b>\$ 23,832,264</b>

(Continued)

See auditors' report and accompanying notes to these financial statements

**CITY OF PAWTUCKET**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**of Governmental Funds (B-2) to the Statement of Activities (A-2)**  
**For the year ended June 30, 2010**

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**Amounts reported for governmental activities in the statement of net assets differ because:**

<b>Total Net Assets (B-1)</b>	\$ 7,446,015
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	149,669,869
Deferred charges, deferred bond issuance costs, and bond premium resulting from issuance of advanced refunding bonds.	286,754
Long-term liabilities and related items are not due and payable in the current period and therefore are not reported in the funds.	(58,923,516)
Deferred revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the Statement of Net Assets.	4,816,141
Accrual for OPEB liabilities (net)	(51,076,442)
Accrual for net pension liability	(78,058,564)
Accrued interest payable is recorded in government activities, but is not recorded in the funds.	(321,286)
<b>Total Net Assets (A-1)</b>	<u>\$ (26,161,029)</u>

(Concluded)

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See auditors' report and accompanying notes to these financial statements

**CITY OF PAWTUCKET**  
**Statement of Revenues, Other financing sources**  
**Expenditures, Other financing uses and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2010**

	General Fund	School Special Revenue Unrestricted Fund	CDBG Community Development	Other Non-Major Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
General property taxes and payments in lieu of taxes	\$ 87,214,472	\$ -	\$ -	\$ -	\$ 87,214,472
Intergovernmental and departmental	13,802,028	63,505,042	830,191	-	78,137,261
Licenses	234,747	-	-	-	234,747
Permits	401,579	-	-	-	401,579
Fines and forfeitures	457,167	-	-	-	457,167
Charges for service	2,631,742	159,107	-	31,428	2,822,277
Operating grants and contributions	-	-	-	23,027,408	23,027,408
Capital grants and contributions	-	-	-	129,324	129,324
Investment and interest income	736,292	-	-	45,904	782,196
On behalf pension contribution	-	3,543,554	-	-	3,543,554
Other revenues	-	-	12,524	3,459,008	3,471,532
<b>Total revenues</b>	<u>105,478,027</u>	<u>67,207,703</u>	<u>842,715</u>	<u>26,693,072</u>	<u>200,221,517</u>
<b>Expenditures</b>					
<b>Current:</b>					
Legislative, judicial and general administrative	2,762,352	-	-	1,714,177	4,476,529
Executive	820,089	-	-	-	820,089
Finance	2,967,832	-	-	-	2,967,832
Planning	1,816,153	-	938,167	5,437,658	8,191,978
Public safety	40,620,264	-	-	1,051,025	41,671,289
Public works	10,534,875	-	-	3,988,890	14,523,765
Other fixed and general charges	9,449,482	-	-	-	9,449,482
Education	-	93,552,206	-	17,089,337	110,641,543
Debt service	5,943,757	-	-	-	5,943,757
On behalf pension contribution	-	3,543,554	-	-	3,543,554
<b>Total expenditures</b>	<u>74,914,804</u>	<u>97,095,760</u>	<u>938,167</u>	<u>29,281,087</u>	<u>202,229,818</u>
Excess of revenues over (under) expenditures before other financing sources (uses)	<u>30,563,223</u>	<u>(29,888,057)</u>	<u>(95,452)</u>	<u>(2,588,015)</u>	<u>(2,008,301)</u>
<b>Other financing sources (uses)</b>					
Transfers from other funds	244,916	31,131,473	-	186,856	31,563,245
Transfers to other funds	(31,300,486)	-	(17,843)	(9,931)	(31,328,260)
Bond proceeds / capital lease proceeds	-	-	-	3,000,000	3,000,000
<b>Total other financing sources (uses)</b>	<u>(31,055,570)</u>	<u>31,131,473</u>	<u>(17,843)</u>	<u>3,176,925</u>	<u>3,234,985</u>
<b>Net change in fund balances</b>	(492,347)	1,243,416	(113,295)	588,910	1,226,684
<b>Fund balances (deficits) - beginning of the year, as restated</b>	4,314,261	(4,724,616)	453,951	6,175,735	6,219,331
<b>Fund balances (deficits) - end of the year</b>	<u>\$ 3,821,914</u>	<u>\$ (3,481,200)</u>	<u>\$ 340,656</u>	<u>\$ 6,764,645</u>	<u>\$ 7,446,015</u>

See auditors' report and accompanying notes to these financial statements

CITY OF PAWTUCKET

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds (B-2) to the Statement of Activities (A-2)  
For the year ended June 30, 2010**

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<b><i>Net change in fund balances - total governmental funds (B-2)</i></b>	<b>\$</b>	<b>1,226,684</b>
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		(2,823,971)
Proceeds from issuance of long-term debt		(3,000,000)
Deferred charges, bond premium, cost of issuance and change in accrued interest		763,044
Decrease (increase) in liability for compensated absences		486,671
Deferred revenues (net of an allowance for uncollectible) are recorded in the funds, but are not deferred under the measurement focus employed in the Statement of Net Assets.		(5,907,976)
Principal payments made on long-term debt		4,292,858
Accrual for OPEB liabilities (net)		(11,241,584)
Accrual for net pension liability		(2,195,107)
<b><i>Change in net assets of Governmental Activities (A-2)</i></b>	<b>\$</b>	<b><u>(18,399,381)</u></b>



## CITY OF PAWTUCKET

**Statement of Net Assets**  
**Proprietary Funds**  
**June 30, 2010**

	Business-Type Activities Enterprise Funds				Governmental Activities
	School Lunch Fund	Water Supply Board	175 Main Street	Total	Internal Service Fund
<b>ASSETS</b>					
<b>Current assets:</b>					
Cash and cash equivalents	\$ 443,751	\$ 1,783,922	\$ 460,181	\$ 2,687,854	\$ 348,658
Water user fees receivable		4,788,019	-	4,788,019	-
Due from other governmentals	303,632	297,654	-	601,286	-
Inventory		223,488	-	223,488	-
Other receivables			24,028	24,028	-
Prepaid expenses		65,866	-	65,866	1,270,050
<b>Total current assets</b>	<b>747,383</b>	<b>7,158,949</b>	<b>484,209</b>	<b>8,390,541</b>	<b>1,618,708</b>
<b>Non-current assets:</b>					
Restricted cash and equivalents	-	15,035,994	-	15,035,994	-
Investments	-	7,236,272	-	7,236,272	-
Intergovernmental receivable	-	5,826,302	-	5,826,302	-
Capital assets:					
Land	-	5,618,212	-	5,618,212	-
Non-depreciable assets	-	7,862,259	-	7,862,259	-
Depreciable assets, net	-	124,339,407	2,659,880	126,999,287	-
Other assets	-	2,348,683	-	2,348,683	-
<b>Total non-current assets</b>	<b>-</b>	<b>168,267,129</b>	<b>2,659,880</b>	<b>170,927,009</b>	<b>-</b>
<b>Total assets</b>	<b>747,383</b>	<b>175,426,078</b>	<b>3,144,089</b>	<b>179,317,550</b>	<b>1,618,708</b>
<b>LIABILITIES</b>					
<b>Current liabilities:</b>					
Accounts payable and accrued expenses	409,516	1,164,324	32,223	1,606,063	1,618,708
Accrued interest payable	-	1,246,275	-	1,246,275	-
Deposits	-	27,577	-	27,577	-
Deferred revenue	311,279	512,809	-	824,088	-
Current portion of long term debt	-	5,345,342	105,753	5,451,095	-
<b>Total current liabilities</b>	<b>720,795</b>	<b>8,296,327</b>	<b>137,976</b>	<b>9,155,098</b>	<b>1,618,708</b>
<b>Non-current liabilities:</b>					
Accounts payable from restricted assets	-	1,215,931	-	1,215,931	-
Accrued expenses	-	580,733	-	580,733	-
Accrued compensated absences and vacation	-	638,403	-	638,403	-
Bonds, loans and notes payable	-	96,699,992	1,007,604	97,707,596	-
<b>Total non-current liabilities</b>	<b>-</b>	<b>99,135,059</b>	<b>1,007,604</b>	<b>100,142,663</b>	<b>-</b>
<b>Total liabilities</b>	<b>720,795</b>	<b>107,431,386</b>	<b>1,145,580</b>	<b>109,297,761</b>	<b>1,618,708</b>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	-	43,617,545	1,546,523	45,164,068	-
Restricted for:					
Trust agreement	-	17,809,659	-	17,809,659	-
Public Utilities Commission order	-	4,462,607	-	4,462,607	-
Other purposes	-	5	-	5	-
Unrestricted	26,588	2,104,876	451,986	2,583,450	-
<b>Total net assets</b>	<b>\$ 26,588</b>	<b>\$ 67,994,692</b>	<b>\$ 1,998,509</b>	<b>\$ 70,019,789</b>	<b>\$ -</b>

See auditors' report and accompanying notes to these financial statements

**CITY OF PAWTUCKET**

**Statement of Revenues, Expenses and Changes in Net Assets  
Proprietary Funds  
For the year ended June 30, 2010**

	Business-Type Activities Enterprise Funds				Governmental Activities
	School Lunch Fund	Water Supply Board	175 Main Street	Total	Internal Service Fund
<b>Operating Revenues:</b>					
Charges for services	\$ 497,050	\$ 16,734,169	\$ 564,290	\$ 17,795,509	\$ 30,393,930
Operating grants and contributions	-	-	-	-	-
Other income	-	228,773	-	228,773	264,468
<b>Total Operating Revenues</b>	<b>497,050</b>	<b>16,962,942</b>	<b>564,290</b>	<b>18,024,282</b>	<b>30,658,398</b>
<b>Operating Expenses:</b>					
General and administrative	-	2,921,957	341,108	3,263,065	30,423,413
Customer service	-	398,030	-	398,030	-
Source of supply	-	1,071,791	-	1,071,791	-
Pumping	-	1,040,592	-	1,040,592	-
Purification	-	3,161,934	-	3,161,934	-
Transmission and distribution	-	2,501,849	-	2,501,849	-
Engineering	-	302,725	-	302,725	-
Meters	-	514,355	-	514,355	-
Depreciation and amortization	-	-	135,852	135,852	-
School lunch program	3,720,431	-	-	3,720,431	-
<b>Total Operating Expenses</b>	<b>3,720,431</b>	<b>11,913,233</b>	<b>476,960</b>	<b>16,110,624</b>	<b>30,423,413</b>
<b>Income from operations</b>	<b>(3,223,381)</b>	<b>5,049,709</b>	<b>87,330</b>	<b>1,913,658</b>	<b>234,985</b>
<b>Non-operating Revenues (Expenses):</b>					
Amortization of deferred charge	-	(122,760)	-	(122,760)	-
Rental income	-	21,808	-	21,808	-
Intergovernmental income	3,249,969	195,765	-	3,445,734	-
Federal grants	-	-	-	-	-
State matching funds	-	-	-	-	-
Miscellaneous non-operating income	-	307,207	-	307,207	-
Interest income	-	223,637	1,289	224,926	-
Interest expense	-	(3,551,269)	(38,046)	(3,589,315)	-
<b>Net Non-operating Revenues (Expenses)</b>	<b>3,249,969</b>	<b>(2,925,612)</b>	<b>(36,757)</b>	<b>287,600</b>	<b>-</b>
<b>Transfers</b>					
Transfers in (out)	-	-	-	-	(234,985)
<b>Total net transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(234,985)</b>
<b>Change in net assets</b>	<b>26,588</b>	<b>2,124,097</b>	<b>50,573</b>	<b>2,201,258</b>	<b>-</b>
<b>Net assets - beginning of the year, as restated</b>	<b>-</b>	<b>65,870,595</b>	<b>1,947,933</b>	<b>67,818,528</b>	<b>-</b>
<b>Net assets - end of the year</b>	<b>\$ 26,588</b>	<b>\$ 67,994,692</b>	<b>\$ 1,998,506</b>	<b>\$ 70,019,786</b>	<b>\$ -</b>

See auditors' report and accompanying notes to these financial statements

## CITY OF PAWTUCKET

Statement of Cash Flows  
Proprietary Funds  
For the year ended June 30, 2010

	Business-Type Activities Enterprise Funds				Government Activities
	School Lunch Fund	Water Supply Board	175 Main St	Total	Internal Service Fund
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 781,426	\$ 17,119,404	\$ 540,262	\$ 18,441,092	\$ 30,613,748
Cash payments to suppliers for goods and services	(3,757,289)	(7,952,479)	(318,941)	(12,028,709)	-
Cash payments to employees for services	-	(2,204,294)	-	(2,204,294)	-
Payment of administrative expenses	-	-	-	-	(30,030,105)
Other operating receipts	-	-	-	-	-
<b>Net cash provided (used) by operating activities</b>	<b>(2,975,863)</b>	<b>6,962,631</b>	<b>221,321</b>	<b>4,208,089</b>	<b>583,643</b>
<b>Cash flows from non-capital financing activities:</b>					
Changes in due to/from State/City	-	843,097	-	843,097	-
Transfers out to City	-	-	-	-	(234,985)
Rental income received	-	21,808	-	21,808	-
Intergovernmental revenue	3,249,969	195,765	-	3,445,734	-
Miscellaneous non-operating revenue received	-	307,207	-	307,207	-
<b>Net cash provided (used) by non-capital financing activities</b>	<b>3,249,969</b>	<b>1,367,877</b>	<b>-</b>	<b>4,617,846</b>	<b>(234,985)</b>
<b>Cash flows from capital and related financing activities:</b>					
Principal paid on bonds, notes and loans	-	(3,126,397)	-	(3,126,397)	-
Principal paid on capital leases	-	(139,365)	(105,753)	(245,118)	-
Proceeds from bond issuance	-	7,635,000	-	7,635,000	-
Net additions to capital assets	-	(4,435,190)	-	(4,435,190)	-
Changes in accrued interest	-	(10,423)	-	(10,423)	-
Changes in due from Clean Water	-	(2,635,212)	-	(2,635,212)	-
Interest paid on bonds, notes and loans	-	(3,642,215)	(38,046)	(3,680,261)	-
<b>Net cash used for capital-related financing activities</b>	<b>-</b>	<b>(6,353,802)</b>	<b>(143,799)</b>	<b>(6,497,601)</b>	<b>-</b>
<b>Cash flows from Investing activities:</b>					
Purchase of investments	-	43,306	-	43,306	-
Investment income	-	223,637	1,289	224,926	-
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>266,943</b>	<b>1,289</b>	<b>268,232</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents (including restricted cash and equivalents)</b>	<b>274,106</b>	<b>2,243,649</b>	<b>78,811</b>	<b>2,596,566</b>	<b>348,658</b>
<b>Cash and cash equivalents at beginning of year (including restricted cash and equivalents)</b>	<b>169,645</b>	<b>14,576,267</b>	<b>381,370</b>	<b>15,127,282</b>	<b>-</b>
<b>Cash and cash equivalents at end of year (including restricted cash and equivalents)</b>	<b>\$ 443,751</b>	<b>\$ 16,819,916</b>	<b>\$ 460,181</b>	<b>\$ 17,723,848</b>	<b>\$ 348,658</b>

See auditors' report and accompanying notes to these financial statements

(Continued)

**CITY OF PAWTUCKET**

**Statement of Cash Flows  
Proprietary Funds  
For the year ended June 30, 2010**

	Business-Type Activities Enterprise Funds			Government Activities	
	School Lunch Fund	Water Supply Board	175 Main St	Total	Internal Service Fund
<b>Reconciliation of operating income to net cash provided by operating activities:</b>					
Operating income (loss)	<u>\$ (3,223,381)</u>	<u>\$ 5,049,709</u>	<u>\$ 87,330</u>	<u>\$ 1,913,658</u>	<u>\$ 234,985</u>
	<u>(3,223,381)</u>	<u>5,049,709</u>	<u>87,330</u>	<u>1,913,658</u>	<u>234,985</u>
<b>Adjustments to reconcile operating income to net cash provided by operating activities:</b>					
Depreciation	-	2,457,852	135,852	2,593,704	-
<b>Changes in assets and liabilities:</b>					
(Increase) decrease in accounts receivable and accrued revenue	(19,256)	-	(24,026)	(43,282)	-
(Increase) decrease in inventory	-	(8,039)	-	(8,039)	-
(Increase) decrease in prepaid expense	-	(55,112)	-	(55,112)	(44,650)
(Increase) decrease in user charges receivable	-	117,688	-	117,688	-
(Increase) decrease in deferred hydrant fees receivable	-	45,112	-	45,112	-
Increase (decrease) in accounts payable and accrued expenses	84,023	(957,469)	22,165	(851,281)	393,308
Increase (decrease) in accrued compensated absences and vacation	-	20,834	-	20,834	-
Increase (decrease) in post employment benefits	-	302,306	-	302,306	-
Increase (decrease) in deposits	-	(3,912)	-	(3,912)	-
Increase (decrease) in deferred revenue	182,751	(6,338)	-	176,413	-
<b>Total adjustments</b>	<u>247,518</u>	<u>1,912,922</u>	<u>133,991</u>	<u>2,294,431</u>	<u>348,658</u>
<b>Net cash provided by operating activities</b>	<u>\$ (2,975,863)</u>	<u>\$ 6,962,631</u>	<u>\$ 221,321</u>	<u>\$ 4,208,089</u>	<u>\$ 583,643</u>

See auditors' report and accompanying notes to these financial statements

(Concluded)

**CITY OF PAWTUCKET**

**Statement of Net Assets  
Fiduciary Funds  
June 30, 2010**

	<b>Pension Trust Funds</b>	<b>Agency Funds</b>
<b>ASSETS</b>		
Cash equivalents	\$ 3,129,797	\$ 351,342
<b>Investments, at fair value:</b>		
Common Stock	34,612,917	-
U.S. Government obligations	9,434,426	-
U.S. Government agency obligations	4,373,835	-
Domestic corporate bonds	7,190,699	-
Hedge fund	1,872,815	
Other	130,280	
Total investments	<u>57,614,972</u>	<u>-</u>
<b>Receivables (net)</b>		
Interest and dividends	79,322	-
Other	164,977	-
Total receivables (net)	<u>244,299</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u>60,989,068</u>	<u>351,342</u>
<b>LIABILITIES</b>		
Amounts held for the benefit of others	-	351,342
Total liabilities	<u>-</u>	<u>351,342</u>
<b>NET ASSETS</b>		
Held in trust for pension benefits and other purposes	<u>\$ 60,989,068</u>	<u>\$ -</u>

See auditors' report and accompanying notes to these financial statements

**CITY OF PAWTUCKET**

**Statement of Changes in Net Assets  
Fiduciary Funds  
For the year ended June 30, 2010**

	<b>Pension Trust Fund</b>
<b><i>Additions:</i></b>	
Contributions:	
Employer	\$ 9,106,000
Plan members	1,347,709
Total contributions	<u>10,453,709</u>
<b><i>Investment income:</i></b>	
Net increase in fair value of investments	4,579,325
Interest and dividends	1,547,476
Net investment earnings	<u>6,126,801</u>
<b><i>Total additions</i></b>	<u>16,580,510</u>
<b><i>Deductions:</i></b>	
Benefits paid	9,888,807
Administrative and other expenses	432,481
<b><i>Total deductions</i></b>	<u>10,321,288</u>
<b><i>Changes in net assets</i></b>	6,259,222
<b><i>Net assets - beginning of year, as restated</i></b>	<u>54,729,846</u>
<b><i>Net assets - end of the year</i></b>	<u>\$ 60,989,068</u>

See auditors' report and accompanying notes to these financial statements

## **NOTES TO FINANCIAL STATEMENTS**

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

*Reporting Entity*

The City of Pawtucket is a municipal corporation governed by a Council/Mayor form of government with a nine member City Council headed by a Council President. In some matters, including the issuance of short and long-term debt, the general laws of the State of Rhode Island govern the City. The City provides the following services: Public Safety (police, fire, traffic safety, inspections, zoning and building), Public Works (sanitation, highways and streets, engineering and building maintenance), Parks and Recreation, Education, Social Services, and General Administrative Services.

The City complies with generally accepted accounting principles (GAAP). Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide Statement of Net Assets and Statement of Activities, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. Enterprise funds also apply the same principles. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

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. 39. Under GASB Statement No. 39, the financial reporting entity includes both the primary government and all of its component units. Component units are legally separate entities that meet any one of the following three tests:

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

- \* Is able to impose its will on the potential component unit and/or
- \* Is in a relationship of financial benefit or burden with the potential component unit;

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

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

The following entities were considered for classification as component units for fiscal year 2010:

- \* Pawtucket School System
- \* Pawtucket's Business Development Corporation

(Continued)



**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Although the Pawtucket School Systems meets certain criteria of the tests listed above, it is not deemed to have separate legal statues apart from the City. As a result, the financial data of these entities have been included as Special Revenue Funds within the City's financial statements.

The Business Development Corporation is a nonprofit corporation whose purpose is to promote the growth of business and industry in Pawtucket through loans to local businesses. It is discretely presented as a component unit. Complete financial statements for the Pawtucket's Business Development Corporation may be obtained at their administrative office at 175 Main Street, Pawtucket, RI 02860.

*Recently Issued Accounting Standards*

- ✓ GASB Statement No. 51 – Accounting and Financial Reporting for Intangible Assets, effective for the City's fiscal year ending June 30, 2010. This pronouncement had no effect on the City's financial statements for the fiscal year ended June 30, 2010.
- ✓ GASB Statement No. 53 – Accounting and Financial Reporting for Derivative Instruments, effective for the City's fiscal year ending June 30, 2010. This pronouncement had no effect on the City's financial statements for the fiscal year ended June 30, 2010.
- ✓ The City implemented GASB Statement No. 58 – Accounting and Financial Reporting for Chapter 9 Bankruptcies the fiscal year ending June 30, 2010. This pronouncement had no effect on the City's financial statements for fiscal year end June 30, 2010.

The City will adopt the following new accounting pronouncement in future years:

- ✓ GASB Statement No. 54 - Fund Balance Reporting and Governmental Fund Type Definitions, effective for the City's fiscal year ending June 30, 2011.
- ✓ GASB Statement No. 57 – OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans, full implementation for the City's fiscal year ending June 30, 2011.
- ✓ GASB Statement No. 59 – Financial Instrument Omnibus, effective for the City's fiscal year ending June 30, 2011.

The impact of this pronouncement on the City's financial statements has not been determined.

***Basis of Presentation***

*Government-Wide Financial Statements*

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

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Basis of Presentation (Continued)***

***Fund Financial Statements***

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, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

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

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

***Governmental Funds***

**General Fund**

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

**Special Revenue Funds**

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

**Housing and Urban Development (HUD) Funds**

HUD Funds are used to account for resources restricted for the acquisition or assistance with urban development projects or other related items.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

***Governmental Funds (Continued)***

Capital Project Funds

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

Permanent Funds

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

Proprietary Funds

Proprietary funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. Operating revenues of the Proprietary Funds consist of customer/taxpayer charges for uses and services and certain other miscellaneous revenues. All other revenues of the Proprietary Funds are considered non-operating sources of revenue. Operating expenses for the enterprise funds includes costs of providing services, including administration and depreciation on capital assets. All other expense items not meeting the above criteria is reported as non operating expenses.

***Fiduciary Funds (Not included in government-wide statements)***

Agency Funds

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

Pension Trust Fund

The Pension Trust Fund is used to account for funds that are to be used for the payment of retirement benefits to former employees.

***Major and Non-Major Funds***

The funds are further classified as major are as follows:

<u>Fund</u>	<u>Brief Description</u>
<b><i>Major:</i></b>	
General Fund:	See above for description
School Unrestricted Fund	This fund is used to report all financial transactions of the Pawtucket School Department, which are not legally required to be accounted for separately.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Measurement Focus*

On the government-wide Statement of Net Assets and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined in item (b) below.

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

- (a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period. The City considers property taxes as available if they are collected within 60 days after year end.
- (b) 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 assets.
- (c) Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

*Basis of Accounting*

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

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

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

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

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Cash Equivalents*

For purposes of the cash flow statement, the proprietary funds consider all investments with original maturities of three months or less when purchased to be cash equivalents.

*Investments*

In accordance with GASB No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments are reported at fair value. Investments are disclosed in accordance with GASB No. 40, *Deposits and Investment Risk Disclosures*.

*Accounts Receivable*

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

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property taxes and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivables are based upon historical trends and the periodic aging of accounts receivable. The allowance for uncollectible taxes receivable accounts amounted to \$3,930,000 at June 30, 2010. Major receivable balances for the governmental activities include property taxes and intergovernmental receivables (62% and 38%, respectively of total governmental receivables). Business-type activities report service fees as its major receivables.

*Inventory*

Proprietary fund inventory is stated at cost (first-in, first-out). Inventory consists primarily of materials and supplies. Inventory maintained in governmental funds is recorded as expenditures at the time of purchase.

*Property, Plant and Equipment*

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

**Government-Wide Financial Statements**

In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets, which are recorded at their estimated fair value at the date of donation. Library collections, capital assets that are not being depreciated, are placed into service using the replacement method of cost for any new assets and the expense is charged to depreciation expense in the year of acquisition.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Property, Plant and Equipment (Continued)*

As of June 30, 2010, the City's infrastructure assets have been capitalized and reported within the financial statements.

The City defines capital assets as assets with an individual cost of more than \$10,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical costs (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) is included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at estimated fair market value at the date of donation.

The Pawtucket Water Supply Board's (PWSB in the Enterprise Funds) assets are used as collateral for water improvement revenue bonds.

Depreciation of all exhaustible capital assets is recorded, as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Autos and information processing equipment .....	5
Trucks .....	8
Equipment, furniture and fixtures .....	10
Heavy Equipment .....	25
Buildings, infrastructure, water lines and fire hydrants	39.5
Sewer mains and certain water assets .....	75-100

*Fund Financial Statements*

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

*Property Taxes*

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

All property taxes for fund statement purposes are recognized in compliance with Section P70, "Property Taxes" of the Codification of Governmental Accounting and Financial Reporting Standards on the Fund statements.

The City's fiscal 2010 property taxes were levied in July of 2009 on assessed valuation as of December 31, 2008. Upon levy, taxes are billed quarterly and are due on July 15, October 15, January 15, and April 15. Failure to mail payments by due dates will result in lien on taxpayer's property. Assed values are established by Tax Assessor's Office and are currently calculated at 100% of assessed value for real estate and 100% of market value for motor vehicles. The most recent assessment of all real estate was completed as of December 31, 2009.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Encumbrances*

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in governmental funds. Open encumbrances at year-end are closed out and reevaluated at the beginning of the following fiscal year.

*Compensated Absences*

Under the terms of various contracts and agreements, City employees are granted vacation and sick leave in the varying amounts based on length of service. The City's policy is to recognize the cost of the vacation and sick leave in governmental funds when paid, and on the accrual basis in proprietary funds. For Governmental Fund Types accrued compensated absences are presented as a current liability for those amounts expected to be paid with current financial resources. In governmental funds compensated absence expenditures are only reported when matured. For those compensated absences not to be paid with current financial resources the liability is recorded in the Statement of Net Assets of the Government- Wide Financial Statements. See Note 7 for amounts due and payable at June 30, 2010. For Proprietary Fund Types accrued compensated absences are recorded as a liability within those funds. In past years and in future fiscal years the general fund has been used to liquidate the liability for compensated absences in governmental funds other than those which are liabilities on proprietary funds.

*Judgments and Claims*

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

*Bond Issuance Costs*

Bond issuance costs are amortized on a straight-line basis over 20 years. The total bond issuance costs, net of accumulated amortization as of June 30, 2010 were \$86,943.

*Deferred Revenues*

Deferred revenues represent funds received in advance of being owed or receivables, which will be collected and included in revenues of future fiscal years. In the General Fund, deferred revenues relate to property tax receivables, which were received prior to June 30th, plus delinquent balances less amounts due as of the balance sheet date and received sixty days thereafter.

*Self-Insurance*

The City's self-insurance costs for health and general liabilities are accounted for in the City's internal service funds. Claims incurred but not paid, including those which have not been reported, are accounted for as expenses and accrued claims in those funds when a liability has been incurred.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Interfund Transactions*

- Non-reciprocal interfund activities:
  - Interfund transfers are reported in governmental funds as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers are reported after nonoperating revenues and expenses.
  - Interfund reimbursements are repayments from the fund responsible for particular expenditures or expenses to other funds that initially paid for them. Reimbursements are not displayed separately within the financial statements.
  - Interfund transactions are accounted for as expenditures/expenses when they constitute reimbursements from one fund to another. These transactions are recorded as expenditures/expenses in the reimbursing fund and are recorded as reductions of expenditures/expenses in the fund receiving the reimbursement. All other interfund transactions are reported as transfers.

*Equity Classifications*

**Government-Wide Statements**

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

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

**Fund Financial Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Proprietary fund equity is classified the same as in the government-wide statements.

*Estimates*

The preparation of the 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 including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

(Continued)



**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance and the Government-wide Statement of Activities*

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures." However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense." The details of this \$(2,823,971) difference are as follows:

Capital Outlays (net of disposals)	\$	2,390,955
Depreciation expense		(5,214,926)
Net Adjustment	\$	<u>(2,823,971)</u>

Another element of that reconciliation explains a reconciliation of "Deferred charges, bond premium, cost of issuance, and change in accrued interest". However, in the statement of activities the increase in accrued interest, amortization of the bond premium, and cost of issuance are reported as interest expense and amortization expense. The details of this \$763,044 difference are as follows:

Increase in accrued interest	\$	584,969
Amortization of bond issuance costs		(21,736)
Amortization of bond premium		199,811
	\$	<u>763,044</u>

**2. BUDGETARY DATA AND BUDGETARY COMPLIANCE**

Prior to the passage of the annual budget ordinance, the Council adopts a capital program and capital budget. The capital budget ordinance shows in detail the capital expenditures intended to be made or incurred in the next fiscal year that are to be financed from bond proceeds. These funds are subject to control or appropriation by the Council and must be in full conformity with that part of the capital program applicable to the year which it covers. The Council may amend the capital budget ordinance, but no amendment is valid which does not conform to the capital program. At least 25 days prior to the end of the fiscal year, the budget is legally adopted.

**3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

***Legal Debt Margin***

The City's legal debt margin as set forth by State Statute is limited to three percent of total assessed value which approximates \$4,214,713,352 based on the December 31, 2008 assessment. As of June 30, 2010, the City's debt is under the debt limit by \$81,920,924, subject to the Maximum Aggregate Indebtedness provision (3% Debt Limit) of the Rhode Island General Laws 45-12-2. All other City debt has been incurred through special statutory authority which consists of approval by the legislature and voter referendum.

***Donor Restricted Endowments***

The City has received certain endowments of Library and Cemetery maintenance. The amounts are reflected in the net assets and restricted for perpetual care and endowments. Investment income is approved for the expenditure by the various boards of the benefiting activities and is included in the reserved fund balance. Fund balance reserved for appropriation is as follows:

Perpetual Care		\$450,000
Endowments		\$224,967

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**4. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2010 was as follows:

	Primary Government				Ending Balance
	Beginning Balance	Increases	Decreases	Adjustments	
<b>Governmental activities</b>					
Non-depreciable assets					
Land	\$ 21,867,850	-	-	-	\$ 21,867,850
Total capital assets not being depreciated	<u>21,867,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,867,850</u>
Depreciable assets:					
Buildings and improvements	73,494,449	1,535,857	-	-	75,030,306
Motor vehicles	15,493,878	731,641	270,105	-	15,955,414
Machinery, equipment and furniture	5,751,190	123,457	-	-	5,874,647
Infrastructure	121,999,193	-	-	-	121,999,193
Total Depreciable Assets	<u>216,738,710</u>	<u>2,390,955</u>	<u>270,105</u>	<u>-</u>	<u>218,859,560</u>
<b>Total Capital Assets</b>	<u>238,606,560</u>	<u>2,390,955</u>	<u>270,105</u>	<u>-</u>	<u>240,727,410</u>
Less accumulated depreciation for:					
Buildings and improvements	29,231,991	2,041,812	-	-	31,273,803
Motor vehicles	11,365,929	988,817	270,105	-	12,084,641
Machinery, equipment and furniture	3,720,438	369,171	-	-	4,089,609
Infrastructure	41,794,362	1,815,126	-	-	43,609,488
<b>Total Accumulated Depreciation</b>	<u>86,112,720</u>	<u>5,214,926</u>	<u>270,105</u>	<u>-</u>	<u>91,057,541</u>
<b>Governmental Activities Capital Assets, Net</b>	<u>\$ 152,493,840</u>	<u>\$ (2,823,971)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 149,669,869</u>

Depreciation expense was charged to functions as follows:

<i>Governmental Activities:</i>	
Legislation	\$ 113,805
Finance	52,365
Public Safety	942,554
Public Works	2,800,672
Education	1,305,530
<b>Total Governmental activities depreciation expense</b>	<u>\$ 5,214,926</u>

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**4. CAPITAL ASSETS (Continued)**

Capital asset activity for the year ended June 30, 2010 was as follows:

	Beginning Balance	Primary Government			Ending Balance
		Increases	Decreases	Adjustments	
<b>Business type activities:</b>					
Non depreciable assets:					
Land	\$ 5,618,212	\$ -	\$ -	\$ -	\$ 5,618,212
Construction in progress	4,373,333	4,435,191	946,265	-	7,862,259
Total non depreciable assets	<u>9,991,545</u>	<u>4,435,191</u>	<u>946,265</u>	<u>-</u>	<u>13,480,471</u>
Depreciable assets:					
Structures and improvements	67,896,290	109,113	-	-	68,005,403
Transmission and distribution	75,878,047	797,117	-	-	76,675,164
Equipment	5,281,621	40,037	-	-	5,321,658
Buildings	625,000	-	-	-	625,000
Building improvements	3,447,919	-	-	-	3,447,919
Total depreciable assets	<u>153,128,877</u>	<u>946,267</u>	<u>-</u>	<u>-</u>	<u>154,075,144</u>
<b>Total Capital Assets</b>	<u>163,120,422</u>	<u>5,381,458</u>	<u>946,265</u>	<u>-</u>	<u>167,555,615</u>
Less accumulated depreciation for:					
Structures and improvements	6,940,606	1,233,383	-	-	8,173,989
Transmission and distribution	12,006,288	1,049,444	-	-	13,055,732
Equipment	4,258,072	175,025	-	-	4,433,097
Buildings	107,957	-	-	-	107,957
Building improvements	1,169,230	135,852	-	-	1,305,082
<b>Total Accumulated Depreciation</b>	<u>24,482,153</u>	<u>2,593,704</u>	<u>-</u>	<u>-</u>	<u>27,075,857</u>
<b>Business Type Capital Assets, Net</b>	<u>\$ 138,638,269</u>	<u>\$ 2,787,754</u>	<u>\$ 946,265</u>	<u>\$ -</u>	<u>\$ 140,479,758</u>

<i>Business activities depreciation expense:</i>	
Water Supply Board	\$ 2,457,852
175 Main Street	135,852
<i>Total business activities depreciation expense</i>	<u>\$ 2,593,704</u>

The PWSB has the following commitments related to the construction project contracts at June 30, 2010:

Main Replacement Contract MR-5	\$ 3,160,265
Cleaning and Lining Contract CL-5	173,761
Robin Hollow Dam & Spillway Rehabilitation Contract	92,415
Residual Water Discharge Engineering Contract	39,630
Total Commitments	<u>\$ 3,466,071</u>

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**5. CASH AND INVESTMENTS**

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

Investments: Investments of all idle funds are made through national banks or trust companies, providing that the financial conditions and integrity of the institutions are verifiable and can be monitored. The investment of funds must be in direct obligations of the United States Government and "money market instruments" rated "A" or better. Investments in any one institution can not exceed five (5) percent of that institutions capital and surplus as set forth in the institutions most recent audited financial statements.

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

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

***Cash and Cash Equivalents***

Deposits with financial institutions	\$ 27,609,308
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***Investments***

Government and agency obligations	15,607,028
U.S. Treasuries	5,437,505
Corporate bonds	7,190,699
Common stocks	34,612,917
Hedge Fund	1,872,815
Other investments	130,280
Total Investment	64,851,244

<b><i>Total Cash and Investments</i></b>	<b><i>\$ 92,460,552</i></b>
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**Custodial Credit Risk**

At June 30, 2010, the carrying amount of the City's deposits was \$27,609,308, (including Fiduciary Funds and petty cash of \$5,375) while the bank balance was \$29,560,979. Of the balance, \$6,166,004 was covered by federal depository insurance and \$23,394,975 was uninsured and uncollateralized.

***Reconciliation to Government-wide Statement of Net Assets:***

Unrestricted cash, including time deposits .....	\$27,609,308
Less: Fiduciary funds cash, including time deposits (not included in the government-wide statements) .....	(3,481,139)
<b><i>Total cash and cash equivalents on A-1</i></b> .....	<b><u>\$24,128,169</u></b>

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**5. CASH AND INVESTMENTS (Continued)**

*Interest Rate Risk:* This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates.

*Credit Risk:* Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The City has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Rhode Island or political subdivision.

Information about the exposure of the City's debt type investments to interest rate and credit risk using the segment time distribution model is as follows:

Type of Investment	S&P Rating	Investment Maturities ( in Years)		
		Less Than 1 Year	1-10 Years	Over 10 Years
U.S. Government and Agency Obligations	Not Available		13,394,887	2,212,141
U.S. Treasuries	AAA	5,437,505		
Domestic corporate bonds	Not Available		7,190,699	
Total		5,437,505	20,585,586	2,212,141

**6. PROPERTY TAXES**

The City is permitted by state law to levy property taxes. Current tax collections for the City were approximately 96% of the total December 31, 2008 levy.

For year ended June 30, 2010, the City used a tax rate of \$24.54 per thousand for commercial real property, \$17.78 per thousand for residential real property, \$53.30 per thousand for motor vehicles, and \$52.09 per thousand for tangible personal property.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**7. LONG-TERM LIABILITIES**

**(a) Long-Term Liability Activity**

Long-term liability activity for the year ended June 30, 2010 was as follows:

	Balance July 1, 2009 (as restated)	Additions	Retirements	Balance June 30, 2010	Amounts Due within One Year
<b>Governmental Activities</b>					
<b>Bonds, notes and loans payable</b>					
Bonds Payable	\$ 33,506,808	\$ 14,200,000	\$ 3,186,331	\$ 44,520,477	\$ 3,608,070
	<u>33,506,808</u>	<u>14,200,000</u>	<u>3,186,331</u>	<u>44,520,477</u>	<u>3,608,070</u>
Bonds Premium	429,007		199,811	229,196	
Bond Anticipation Note	11,200,000		11,200,000	-	
<b>Total bonds, notes, and loans payable</b>	<u>45,135,815</u>	<u>14,200,000</u>	<u>14,586,142</u>	<u>44,749,673</u>	<u>3,608,070</u>
<b>Other Liabilities:</b>					
Capital Leases	7,327,923		1,106,527	6,221,396	822,418
Compensated Absences	8,239,307	363,329	850,000	7,752,636	775,264
Net OPEB obligation	39,834,858	11,241,584		51,076,442	
Net pension Obligation	75,863,457	2,195,107		78,058,564	
<b>Total Other Liabilities</b>	<u>131,265,545</u>	<u>13,800,020</u>	<u>1,956,527</u>	<u>143,109,038</u>	<u>1,597,682</u>
<b>Governmental Activities</b>					
<b>Long Term Liabilities</b>	<u>\$ 176,401,360</u>	<u>\$ 28,000,020</u>	<u>\$ 16,542,669</u>	<u>\$ 187,858,711</u>	<u>\$ 5,205,752</u>
<b>Business Type Activities:</b>					
<b>Bonds, notes and loans payable</b>					
Bonds and loans payable	\$ 97,100,191	\$ 7,635,000	\$ 3,348,667	101,386,524	\$ 5,129,930
Notes Payable-175 Main Street	1,219,110		105,753	1,113,357	105,753
<b>Total bonds, notes and loans</b>	<u>98,319,301</u>	<u>7,635,000</u>	<u>3,454,420</u>	<u>102,499,881</u>	<u>5,235,683</u>
Less deferred loss refundings	(1,010,102)		(236,088)	(774,014)	
Bond premiums	373,118		13,820	359,298	
<b>Total bonds, notes and loans</b>	<u>97,682,317</u>	<u>7,635,000</u>	<u>3,232,152</u>	<u>102,085,165</u>	<u>5,235,683</u>
<b>Other Liabilities:</b>					
Capital Leases	283,842		139,365	144,477	144,478
Compensated Absences	688,503	20,834		709,337	70,934
Net OPEB obligation	555,809	302,306		858,115	
<b>Total Other Liabilities</b>	<u>1,528,154</u>	<u>323,140</u>	<u>139,365</u>	<u>1,711,929</u>	<u>215,412</u>
<b>Business Type Activities</b>					
<b>Long-Term Liabilities</b>	<u>\$ 99,210,471</u>	<u>\$ 7,958,140</u>	<u>\$ 3,371,517</u>	<u>\$ 103,797,094</u>	<u>\$ 5,451,095</u>

Payments on all long-term debt and other long-term liabilities that pertain to the City's governmental activities are made by the Debt Service Fund and General Fund. The General Fund typically has been used in prior years to liquidate the liability for compensated absences.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**7. LONG-TERM LIABILITIES (Continued)**

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

Fiscal Year Ended June 30	Principal	Interest	Total
2011	\$ 3,608,070	\$ 1,924,289	\$ 5,532,359
2012	3,135,973	1,795,313	4,931,286
2013	3,243,368	1,673,294	4,916,662
2014	3,355,982	1,539,275	4,895,257
2015	2,565,622	1,393,433	3,959,055
2016-2020	13,192,462	5,127,994	18,320,456
2021-2025	9,819,000	2,479,320	12,298,320
2026-2030	5,600,000	596,325	6,196,325
<b>TOTALS</b>	<b>\$ 44,520,477</b>	<b>\$ 16,529,243</b>	<b>\$ 61,049,720</b>

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

Fiscal Year Ended June 30	Principal	Interest	Total
2011	\$ 5,235,683	\$ 3,367,693	\$ 8,603,376
2012	3,689,780	3,361,782	7,051,562
2013	3,781,385	3,283,333	7,064,718
2014	3,881,773	3,193,655	7,075,428
2015	3,964,131	3,096,556	7,060,687
2016-2020	21,711,129	13,799,380	35,510,509
2021-2025	24,714,000	10,420,971	35,134,971
2026-2030	18,467,000	6,321,442	24,788,442
2031-2035	13,900,000	2,699,723	16,599,723
2036-2040	3,155,000	83,500	3,238,500
<b>TOTALS</b>	<b>\$ 102,499,881</b>	<b>\$ 49,628,035</b>	<b>\$ 152,127,916</b>

**Advance Refunding and Defeased Debt**

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the City's financial statements. At June 30, 2010 the amount of defeased debt outstanding but removed from the City's financial statements is \$23,990,000.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**8. FUND EQUITY**

(a) *Reserves and Designations*

Reservations and designations of fund balances at June 30, 2010 were as follows:

**General Fund:**

By charter - working capital account	\$ 700,000
Medical	1,834,809
Revaluation costs	184,154
Snow removal	150,000

**Permanent Funds:**

Perpetual Care - cemetery maintenance	450,000
Endowments- library	224,967

**Water Supply Board:**

Per trust agreement	17,809,659
Public Utilities Commission	4,462,607
Other purposes	<u>5</u>

**Total reservations and designations of fund balance** \$ 25,816,201

(b) *Transfers In and Out*

The principal purpose of interfund transfers is to provide a financing source to various funds that may not have the ability to cover all costs with revenue generated by the fund. The composition of interfund transfers for the year ended June 30, 2010 is as follows

Fund/Department	Transfers From Other Funds	Transfers To Other Funds
General Fund	\$ 244,916	\$ 31,300,486
School Unrestricted Fund	31,131,473	
Special Revenue Funds	186,856	17,843
Capital Project Funds		9,931
Internal Service Fund		234,985
Totals	<u><u>\$ 31,563,245</u></u>	<u><u>\$ 31,563,245</u></u>

(Continued)



**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**8. FUND EQUITY (Continued)**

*(c) Disclosure of Individual Fund Deficits*

Funds with deficit fund balances as of June 30, 2010 were as follows:

<u>Fund Name</u>	<u>Balance</u>
School Unrestricted	\$ 3,481,200
EMA Training	368
EM Dept of Homeland Security	8,138
Citizens Corp EMA	150
Arts in the Park	250
URI Ritter # 4	15,246
URI Ritter # 2	33,156
URI Ritter # 1 Math	34,702
Title V Innovative Fund	289,888
Perkins - JMW	9,259
URI Ritter # # - Diversity	5,888
Preserve America	7,447
Looff Carousel Improvement	24,741
Energy Efficiency & Conservation Building	500
Friendship Garden Improvement	337
 Total	 <u><u>\$ 3,911,270</u></u>

Deficit for non-major business-type fund will be funded through the Water Supply Board Fund, a major business-type activities fund.

Deficit for major and non-major governmental fund activities will be funded through the General Fund, a major governmental activities fund, and bond issuance.

**9. BONDS AUTHORIZED BUT UNISSUED**

Bonds authorized but unissued at June 30, 2010 were for \$500 to be used for School Building Improvements.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS**

*(a) General Municipal Employees' Pension Plan*

The City of Pawtucket participates in the Municipal Employees' Retirement System of the State of Rhode Island ("System"), an agent multiple employer defined benefit plan. All full-time City and non-certified School Department general employees participate in the System.

The payroll for employees covered by the System for the year ended June 30, 2010 was approximately \$10,391,093 and the City-wide payroll was approximately \$80,183,330.

*Plan Description*

The following eligibility and benefit provisions are established by State Statute. The System generally provides retirement benefits equal to 2 percent of final average salary per year of service with a maximum benefit of 75 percent of final average salary. Final average salary is the three highest consecutive years of earned salary exclusive of overtime, bonuses or severance pay. Such benefits are available to members at least age 58 with 10 years of service or after 30 years regardless of age. The plan also provides non-occupational disability benefits after 5 years of service, occupational disability benefits with no minimum service requirement, survivors' benefits, and certain lump sum death benefits. Employees are vested in their retirement benefits on completion of 10 years of service. Benefits are established by State Statute.

*Contributions Required and Contributions Made*

General employees were required by State Statute to contribute 7% of their annual earnings until the maximum benefit (75 percent of final average salary) is accrued. The City is required to contribute based on an actuarially computed amount and as provided by State Statute for each participating municipality. The actuarial method used is the entry age normal cost with part of each municipality's unfunded actuarial liability funded over a closed thirty year amortization period and the balance funded over the projected future payroll of active members. Due to large fluctuations in the contribution rates of certain municipalities, the plan has adopted a procedure which would allow a unit the option of paying a smoothed contribution rate. The smoothed contribution rate equals the previous fiscal year's contribution rate plus the greater of 2 percent or one eighth of the increase in contribution rate plus the cost of any benefit improvements. The actuarially determined contribution amount for the City was determined as described above and was based on an actuarial valuation as of June 30, 2009.

The annual required contribution for the City which equals the annual pension cost for the year ended June 30, 2010 was approximately \$1,094,082 for general employees. This contribution represents 10.74% of covered payroll. General municipal employees were required to contribute approximately \$727,377. This contribution represents 7.0% of covered payroll.

*Trend Information*

There were no current year changes in actuarial assumptions, benefit provisions, or actuarial funding method that would significantly affect the contribution requirement. Significant actuarial assumptions and other actuarial information are presented in the following required supplemental information.

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2008	\$1,169,565	100%	\$0
2009	\$1,343,881	100%	\$0
2010	\$1,094,082	100%	\$0

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

*Trend Information*

Trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the State of Rhode Island's Employee Retirement System's June 30, 2009 annual financial report, which may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island. This report is the most recent report available from the State who administers the Plan.

*Funded Status of Plan*

The required supplementary information which follows the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Listed below are the details of the funding progress of the General Municipal Employees' Pension Plan with a valuation date of June 30, 2009 which is the most recent report available from the State who administers this plan.

- Actuarial value of assets - \$92,326,512
- Actuarial accrued liability - \$110,065,250
- Unfunded actuarial accrued liability (UAAL) - \$17,738,738
- Funded Ratio – 83.9%
- Annual covered payroll - \$21,468,606
- UAAL as percentage of payroll – 82.6%

The information presented in the required supplementary schedules was determined as part of the annual actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

	General Municipal Employees Pension Plan	
Valuation Date .....	6/30/09	
Actuarial Cost Method.....	Entry Age Normal Cost	
Amortization Method .....	Level Percent Closed	
Remaining Amortization Period .....	24 years	
Asset Valuation Method .....	5-year Smoothed Market Value	
Actuarial assumptions:		
Investment rate of return.....	8.25%, compounded annually	
Projected Salary Increases.....	4.50% - 9.00%, compounded annually	
Cost-of-living Adjustments .....	1.50% not compounded	
Inflation Adjustments.....	3.0%	
Participant Information .....	Active Employees	593
	Retirees and beneficiaries	<u>484</u>
		<u>1,077</u>

Note: COLA C was put into place for General Municipal Employees.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

*(b) Municipal Police and Fire Pension Plans*

*Pre-Fiscal 1974 Policemen and Firefighters Pension Plan (Old Plan)*

The City of Pawtucket maintains two pension plans for Police and Fire Employees. The "old plan" is for employees eligible prior to June 30, 1973. The "new plan" is for all subsequent employees. The "old plan" is non-funded while the "new plan" is partially funded.

Plan Description

This plan covers all police officers and firefighters of the City of Pawtucket who were eligible to receive pension benefits prior to June 30, 1973. The plan does not issue stand alone financial reports.

*Summary of Significant Accounting Policies*

Basis of Accounting

This pension plan is administered by the City, and is accounted for on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the plan.

Benefit Provisions

The pension plan provides pension benefits, death and disability benefits. A member may retire upon completion of 20 years of credited service at the amount equal to 50% of the average of the member's three highest years' salary. Each member of the plan who does not retire upon the completion of 20 years of credited service shall be entitled to an additional retirement benefit of 2% for each year of service over 20 years, but not to exceed an additional 5 years, with a maximum retirement benefit of 60% after completion of 25 years of credited service. The 2% shall be based upon the average of the member's highest three years' salary.

Any member withdrawing from service prior to retirement shall be entitled to a refund in a single sum of the amount of contribution made to the System with interest at 4%. The payment of a refund under the provisions shall automatically affect a waiver and forfeiture of all accrued rights and benefits in the System on the part of the member.

The pension plan provides disability benefits whereby any member who becomes totally and permanently disabled shall receive a benefit equal to 2/3 of the member's pay at the time the member's disability occurs, an additional 10% shall be paid for each dependent child of the member until the child reaches the age of 21, with a maximum total disability benefit not to exceed 80% of the member's pay at the time of the occurrence of the disability. The disability benefit will continue until the member reaches normal retirement date, at which time the member will receive the normal retirement benefit.

In the event that a member dies prior to retirement and is survived by a widow or children, his widow shall be entitled to a pension benefit equal to 30% of the member's highest or final salary plus an additional 10% for each dependent child less than 21 years of age. The benefits cannot exceed a total of 50% of the member's highest or final salary. The benefits will continue during the lifetime of the widow or until she remarries.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

*(b) Municipal Police and Fire Pension Plans (Continued)*

*Pre-Fiscal 1974 Policemen and Firefighters Pension Plan (Old Plan) (Continued)*

Funding Policy

Each fiscal year, the City pays into the pension plan a sum equal to the actual benefit payout of the retirement system for the year. Contributions made by the City for the fiscal years ending June 30, 2010, 2009 and 2008 were \$629,460, \$645,382, and \$687,216, respectively.

As the plan matures, the amounts payable each year, in general, will decrease until paid in full. The City at present is not intending to create a pool of assets to cover these projected costs but rather will allow this plan to run its course. Because there are no active employees in this plan and because of the diminishing contributions and because the funds for payment are built into the taxpayer's rate and budget, the plan will not add any additional burden to future taxpayers and, thus, will continue as is until completion. The City Council adopted a new cost of living adjustment ("COLA") provision for those participants who were not currently receiving cola provision.

*Post-Fiscal 1974 Policemen and Firefighters Pension Plan (New Plan)*

Plan Description

All policemen and firemen, who are not covered under the City's pension plan described above, are members of the successor pension plan which became effective July 1, 1973. The plan does not issue stand alone financial reports.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

This pension plan is administered by the City, and is accounted for on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits, administration and refunds) are recognized when they are due and payable in accordance with the terms of the plan.

Valuation of Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximate 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. There are no investments of 5% or greater in any one organization.

Classes of Employees Covered

At July 1, 2009, the date of its latest full actuarial evaluation, plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	332
Active plan members	<u>287</u>
Total	<u>619</u>

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

(b) *Municipal Police and Fire Pension Plans (Continued)*

*Post-Fiscal 1974 Policemen and Firefighters Pension Plan (New Plan) (Continued)*

Benefit Provisions

The plan covers all police and firefighters. In order to be eligible for the plan, the employee must complete one year of service and attain a minimum age of eighteen. Normal retirement date is at age sixty-five. Benefits are paid in monthly payments over fifteen years. The annual benefit is based upon years of service. The plan contains no provision for early retirement. The death benefit for the plan is equal to the participant's accrued benefit at the date of death. Participants are fully vested after fifteen years of service.

Funding Policy

Contribution requirements of the plan members and the City are established and may be amended by the City Council. Plan members are not required to contribute to the plan. The City is required to contribute at an actuarially determined rate. Administration costs of the plan are financed through investment earnings of the plan's assets.

Schedule of Employer Contributions

Year Ended June 30	Annual Required Contribution	Actual Contribution	Percentage Contributed	Net Pension Obligation
2008	\$ 8,293,265	\$ 4,897,216	59%	\$ 70,559,998
2009	\$ 8,907,828	\$ 5,505,382	62%	\$ 75,863,457
2010	\$ 10,154,357	\$ 9,735,460	96%	\$ 78,058,564

The annual required contribution for the current year was determined as part of the July 1, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions include:

Valuation Date	July 1, 2009
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Open
Remaining Amortization Period	30 years
Asset Valuation Method	Market Value

Actuarial Assumptions

Investment rate of return	8.00%
Projected salary increases	4.50%
Cost of living adjustment	3.00% (1)

(1) Compounded annually

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

*(b) Municipal Police and Fire Pension Plans (Continued)*

*Post-Fiscal 1974 Policemen and Firefighters Pension Plan (New Plan) (Continued)*

The City's pension cost and net pension obligation for year ended June 30, 2010 were:

Annual Required Contribution (ARC)	\$ 10,154,357
Interest on Net Pension Obligation	5,974,248
Adjustment to ARC	<u>(4,198,038)</u>
Annual Pension Cost	11,930,567
Contributions Made	<u>(9,735,460)</u>
Increase in Net Pension Obligation	<u>2,195,107</u>
Net Pension Obligation beginning July 1, 2009	<u>75,863,457</u>
Net Pension obligation June 30, 2010	<u><u>\$ 78,058,564</u></u>

*Funded Status of Plan*

The required supplementary information which follows the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Listed below are the details of the funding progress of the Policeman and Firefighters Pension Plan with a valuation date of July 1, 2009 which is the most recent report available from the State who administers this plan.

- Actuarial value of assets - \$54,729,846
- Actuarial accrued liability - \$185,122,805
- Unfunded actuarial accrued liability (UAAL) - \$130,392,959
- Funded Ratio – 29.6%
- Annual covered payroll - \$17,731,200
- UAAL as percentage of payroll – 735%

*(c) Teacher's Pension Plan*

All Pawtucket School Department certified school personnel participate in the Employees' Retirement System of the State of Rhode Island ("System"), a cost-sharing multiple-employer defined benefit plan. The payroll for School Department employees covered by the System for the year ended June 30, 2010 was approximately \$51,266,763, which consisted of approximately \$5,602,411 for employees charged to federal programs and approximately \$45,664,352 for all other employees. The City-wide total payroll for the year ended June 30, 2010 was approximately \$80,183,330.

*Plan Description*

The ERS was established under section two of chapter 2334 of the Rhode Island Public Laws of 1951 and placed under the management of the Retirement Board for the purpose of providing retirement allowances for employees of the State of Rhode Island under the provisions of chapters 8 to 10, inclusive, of title 36, and public school teachers under the provisions of chapters 15 to 17, inclusive, of title 16 of the Rhode Island General Laws. The plan provides a two tier benefit structure referred to as schedules A and B as follows:

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

(c) *Teacher's Pension Plan (Continued)*

*Plan Description (Continued)*

Schedule A Benefits: Schedule A benefits are available to members who possess 10 years or more of contributory service on or before July 1, 2005. Schedule A provides unreduced benefits of 1.7% of earnings for each of the first ten years of service; 1.9% for each of the next ten years of service; 3.0% per year for each of the next fourteen years; and 2% for the 35<sup>th</sup> year. Joint and survivor options are available as well as the Service Retirement Allowance (SRA) Plus option that provides for the payment of a larger benefit before the attainment of age 62 and a reduced amount thereafter. The reduced amount is equal to the benefit before age 62, including cost-of-living increases, minus the member's estimated social security benefit payable at age 62. The maximum benefit is 80% of "final average" (FAC) earnings after 35 years of service. Final average earnings are the three highest consecutive years of earned salary excluding overtime, bonuses, or severance pays. Such benefits are available to members at least age 60 with 10 years of service, or after 28 years at any age. On the third January after retirement, a cost-of-living increase of 3% (compounded annually) is provided independent of actual changes in the consumer price index. The plan also provides nonservice-connected disability benefits after five years of service; service-connected disability pensions with no minimum service requirements; vested benefits after ten years of service; survivor's benefits for service connected death; and certain lump sum death benefits. For Schedule A members who are not grandfathered, i.e., members who had at least 10 years of creditable service at June 30, 2005 but who were not eligible to retire on September 30, 2009, benefits are based on Schedule A for services through September 30, 2009 and on Schedule B for services after September 30, 2009. Maximum benefit is 80% of FAC.

Schedule B Benefits: Schedule B benefits are provided to members who have less than 10 years of contributory service on or before July 1, 2005. For Schedule B members, the plan provides unreduced benefits of 1.6% of earnings for each of the first ten years of service; 1.8% for each of the next ten years; 2.0% per year for years 21 through 25 inclusive; 2.25% per year for years 26 through 30 inclusive; 2.5% per year for years 31 through 37 inclusive and 2.25% for the 38<sup>th</sup> year. Only single life, and joint and survivor options are available. The maximum benefit is 75% of his or her average highest three years of compensation after 38 years of service. Such benefits are available to members at least age 65 with 10 years of service, or after 29 years of service and age 59. Actuarially reduced retirement is available at age 55 and 20 years of service, the benefit is reduced actuarially for each month that the age of the member is less than sixty-five years.

*Funding Policy*

Rhode Island general laws set the contribution rates for participating plan employees at 9.5% of salary. Annual contributions by both employers and the State on behalf of those employees are determined by actuaries and assessed as a percentage of participants' payroll. The School Department was required to contribute 11.25%, 11.89%, and 13.04% for all full-time employees for fiscal years 2010, 2009, and 2008, respectively. The required contributions include (a) normal costs; (b) payments to amortize the unfunded frozen actuarial accrued liability as of July 1, 1985 over 30 years; and (c) interest on the unfunded frozen actuarial liability. Normal cost is determined using the entry age normal cost method with frozen initial liability.

(Continued)



**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**10. DEFINED BENEFIT PENSION PLANS (Continued)**

(c) *Teacher's Pension Plan (Continued)*

*Funding Policy (Continued)*

A variety of significant actuarial assumptions are used and these assumptions are summarized below:

- (a) **Mortality** – 1994 Group Annuity Mortality Tables
- (b) **Investment return** – 8.25 percent, compounded annually.
- (c) **Salary increase** - Salaries will increase at a rate of 4.5 – 13.25 percent, compounded annually.
- (d) **Retirement age** – 75% of Schedule B members who reach the age of 59 with 29 years of service before age 65 are assumed to retire when first eligible. 75% of other members are expected to retire when first eligible, at age 65 with 10 years of service. Because of enactment of Article 7 in 2009, the retirement assumption was modified for members not eligible for retirement by October 1, 2009. Members who would have been assumed to retire prior to age 62 under the rules in effect before the enactment of Article 7 are assumed to retire when first eligible for an unreduced benefit under Article 7.
- (e) **Cost of living adjustments** – Schedule A members – 3% compounded; Schedule B members 2.5%.

As prescribed by Rhode Island general law, the State pays the entire portion of the annual required contribution attributable to the costs of contributions deferred by the State in prior years plus 40% of contributions assessed to employers on payroll not reimbursable through Federal programs. For fiscal year 2010, actuarial required contributions were 19.01% of the participant's salary. This resulted in a contribution rates paid by the State on behalf of the School Department of 7.8% of non-federally reimbursable payrolls totaling \$3,543,554 for the fiscal year ended June 30, 2010. The School Department does not have any investments or related party investments with the State Plan. The School Department's contribution represented 11.25% of the required 19.01%.

The amounts contributed to the plan are as follows:

<u>Years Ending June 30,</u>	<u>Employee</u>	<u>City's Portion of Annual Required Contributions</u>	<u>Percentage Contributed</u>
2010	\$4,338,113	\$5,137,240	100%
2009	\$4,266,212	\$5,339,501	100%
2008	\$4,431,977	\$6,083,471	100%

In accordance with GASB 27, "Accounting for Pensions by State and Local Governmental Employers," the School Department has determined that there is no net pension obligation relating to the funding requirements of the plan.

Trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the State of Rhode Island's Employee Retirement System's June 30, 2009 annual financial report, which may be obtained from the administrative offices of the State of Rhode Island Retirement Board, 40 Fountain Street, Providence, Rhode Island. This report is the most recent report available from the State who administers the Plan.

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**11. OTHER POST EMPLOYMENT BENEFIT OBLIGATIONS (OPEB)**

*Plan Description*

The City provides post-retirement benefits to retired individuals as required by union contracts with City municipal employees, teachers, police officers, and firefighters through a single employer defined benefit plan. The City also provides these benefits to School department administrators. These benefits include (1) full health coverage for the retiree and their spouse, and (2) full dental coverage for the retiree and their spouse. The City issues an annual actuarial report and can be obtained from the City's Finance Director at City Hall, 137 Roosevelt Avenue, Pawtucket, Rhode Island 02860.

*Valuation*

An actuarial valuation study was performed by Stone Consulting, Inc. as of July 1, 2009 of the Other Post-Employment Benefits of the City. The results of the July 1, 2009 actuarial valuation used a discount of 4.5%.

*Membership*

At July 1, 2009, membership consisted of:

- Active Non-School Department receiving benefits
- Active School Department receiving benefits
- Inactive vested members
- Retired, disabled, beneficiaries and survivors – non teachers
- Retired, disable, beneficiaries and survivors – School Department

*Funding Policy*

The City pays for the other post-employment benefits on a pay-as-you-go basis. The annual medical benefits premium cost for fiscal year ended June 30, 2010 was \$5,795,194 and \$246,626 for dental benefits.

*Annual OPEB Cost and net OPEB Obligation*

The following chart projects the Actuarial Required Contribution (ARC), pay-as-you-go, annual OPEB cost and the Net OPEB Obligation for the next 5 years under an unfunded (pay-as-you-go) scenario.

Year Ended June 30	Annual Required Contribution (ARC)	Pay- As-You- Go	Annual OPEB Cost	Net OPEB Obligation End of Year
2010	\$ 22,881,686	\$ 11,416,382	\$ 22,960,272	\$ 51,934,557
2011	\$ 24,211,420	\$ 12,541,409	\$ 24,244,499	\$ 63,637,647
2012	\$ 25,615,056	\$ 13,250,145	\$ 25,565,861	\$ 75,953,363
2013	\$ 27,119,731	\$ 13,742,169	\$ 26,945,308	\$ 89,156,502
2014	\$ 28,748,068	\$ 13,626,912	\$ 28,396,130	\$ 103,925,721

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**11. OTHER POST EMPLOYMENT BENEFIT OBLIGATIONS (OPEB) (Continued)**

*Funding Status and Funding Progress*

Currently, post employment benefits are paid for on a pay-as-you-go basis (an unfunded scenario). The City's pay-as-you-go cost for fiscal year 2010 is projected to be \$11,416,382. The normal cost for fiscal year 2010 under the unfunded scenario with a 4.25% discount rate is \$7,544,661. If the plan were 100% funded, and the fund earned an assumed 7.5% rate of return, then the cost for fiscal year 2010 would be the normal cost, projected to be \$3,875,541.

The City has not yet set aside any money to pre-fund the post employment benefits. Therefore, there is a large unfunded actuarial accrued liability for benefits already earned by employees and retirees. This amount is \$378,184,421 as of July 1, 2009 under a 4.5% discount rate. This would lead to a \$15,337,025 amortization payment required for fiscal year 2010 under a 29-year increasing funding schedule (the remainder of a 30-year closed amortization period).

	4.25% Discount
Actuarial Accrued Liability (AAL)	
Active employers	\$ 144,908,806
Current retirees	233,275,615
Total	<u>\$ 378,184,421</u>
Normal Cost	\$ 7,544,661
Unfunded Actuarial Accrued Liability (UAAL)	\$ 378,184,421
Thirty-Year Funding Schedule:	
Thirty-Year Amortization of UAAL	\$ 15,337,025
Normal Cost	7,544,661
Total	<u>\$ 22,881,686</u>

*Actuarial Methods and Assumptions*

The valuation of the post-employment medical and life insurance benefits is based upon the projected unit credit actuarial cost method. A normal cost (or service cost) is determined for each year of the member's creditable service and is equal to the value of the future expected benefits divided by the total expected number of years of service. The Actuarial Accrued Liability is the accumulated value of prior normal costs.

- Actuarial Cost Method – Costs are attributed between past and future service using the projected Unit Credit Cost method. For attribution purposes, benefits are assumed to be accrued over all employee service until decrement.
- Interest Rate/Discount Rate – 4.5% per year of investment expenses.
- Mortality Actives: 65% of Post-Retirement Mortality (based on the Employee's Retirement System of Rhode Island report).
- Retirees: Non-Teachers: 1994 Group Annuity Table set forward one year (based on the Employee's Retirement System of Rhode Island report).
- Disabled: All but police and fire: Males 65% of PBGC Tab Va; Females: 100% of PBGC Table Via (based on the Employee's Retirement System of Rhode Island report); police and fire: PBGC Table 11 for males and PBGC Table 12 for females.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**11. Other Post Employment Benefit Obligations (OPEB) (Continued)**

*Actuarial Methods and Assumptions (Continued)*

- Eligibility for Vested Post-Retirement Medical benefits upon Withdrawal – Employees who withdraw from employment and do not retire are ineligible for post-retirement benefits even if they are vested in their retirement benefits.
- Medical Eligibility – Employees: 100%; Spouses: 100%.
- Participation Rates: Current employees and spouses are assumed to continue the same coverage they have as of the valuation date. No future election of coverage is assumed for those retirees and spouses who currently have not elected coverage.
- Expenses – Administrative expenses are included in the per capita medical cost assumption.
- Eligibility for Benefits – Current retirees, beneficiaries and spouses of the City are eligible for benefits. Current employees who retire with a benefit from the Pawtucket Retirement Board. Current spouses are only covered for police, fire and teachers. Survivors of City employees and retirees are also eligible for medical benefits.
- Medical Benefits – Various medical and dental plans offered by the City to its employees.
- Retiree Contributions – Based on date provided by the City. Applicable to teachers only.

*Annual OPEB Cost and Net OPEB Obligation Calculation*

Annual required contribution	\$	22,881,686
Interest on OPEB		1,716,603
Adjustment to annual required contribution		<u>(1,638,017)</u>
Annual OPEB cost		22,960,272
Contributions made		<u>(11,416,382)</u>
Increase (decrease) in net OPEB obligation		11,543,890
Net OPEB obligation beginning of year		<u>40,390,667</u>
Net OPEB obligation end of year	\$	<u><u>51,934,557</u></u>

City contributions to the plan for the year ended June 30, 2010 represented 50% of annual OPEB expense. The difference represents the City's OPEB obligation to the plan and has been accrued as an expense in the government-wide financial statements.

The required supplementary information which follows the notes to the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Listed below are the details of the funding progress of the OPEB obligation with a valuation date of July 1, 2009, which is the most recent report available from the actuary who values this plan.

- Actuarial value of assets - \$0
- Actuarial accrued liability - \$378,184,000
- Unfunded actuarial accrued liability - (\$378,184,000)
- Funded ratio - 0%
- Annual covered payroll - N/A
- UAAL as percentage of payroll - N/A

**12. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES AND COMMITMENTS**

*Litigation*

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints, and adequately provides for losses and accrues liabilities for losses when they are both probable and can be reasonably estimated.

(Continued)

**CITY OF PAWTUCKET, RHODE ISLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

**12. SUMMARY DISCLOSURE OF SIGNIFICANT CONTINGENCIES AND COMMITMENTS (Continued)**

*Grants*

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

**13. RISK MANAGEMENT**

The City of Pawtucket is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors or omissions; injuries to employees; and natural disasters for which the City carries commercial insurance. Settled claims resulting from these risks have not exceeded the City's coverage in any of the past three fiscal years and there have been no significant reductions in insurance coverage from the prior year. The City maintains an internal service fund for Health/Dental (medical) insurance, which is a cost plus health and dental plan that has a self-insurance mechanism with a stop gap maximum claim amount at \$200,000.

The claims liability reported in the internal service fund at June 30, 2010 is based on the requirements of GASB Statement No. 10 and 30, which require that a liability for estimated claims incurred but not reported be recorded. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses. Billings from the Internal Service Fund to City funds for the fiscal year ended June 30, 2010 were approximately \$29,922,000 which represented approximately \$14,743,000 and \$15,179,000 for City and School Department personnel, respectively. At June 30, 2010 the City has estimated a liability for incurred but not reported claims (IBNR) based on actual claims paid subsequent to year end but related to claims incurred prior to June 30, 2010.

	<u>2010</u>
IBNR at beginning of year.....	\$ 815,494
Claims incurred during the year.....	30,203,566
Claims paid during the year.....	<u>(30,423,414)</u>
<b>IBNR at June 30, 2010</b> .....	<b><u>\$ 595,646</u></b>

**14. RESTATEMENT**

Net assets at June 30, 2009 have been restated due to capital assets changes and a change in fund types utilized in last year's issued financial statements. The details of the restatements and impact on net assets are as follows:

**Government-wide Financial Statements**

Net assets at June 30, 2009, as originally stated .....	\$(6,914,557)
Overstatement of activity for capital projects and permanent funds.....	(109,906)
Understatement for inclusion of Business-type activities Net OPEB Obligation in Governmental-activities statement net assets. (Also restates Business-type activities net assets) .....	555,809
Overstatements for recognition of accrued interest on taxes receivable.....	(1,755,272)
Understatement for elimination of earned deposit for sale of property..	250,000
<b>Net assets at June 30, 2009, as restated</b> .....	<b><u>\$(7,973,926)</u></b>

**Fiduciary Fund Financial Statements**

Net assets at June 30, 2009, as originally stated .....	\$56,336,583
Overstatement of net assets due to reflection of cost versus market....	(1,606,737)
<b>Net assets at June 30, 2009, as restated</b> .....	<b><u>\$54,729,846</u></b>

(Concluded)

**REQUIRED SUPPLEMENTARY INFORMATION**

City of Pawtucket, Rhode Island

E-1

Required Supplementary Information  
June 30, 2010

	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	AAL (UAAL) Funding Excess (deficit)	Funded Ratio	Covered Payroll	AAL (UAAL) Funding Excess (deficit) Percentage of Covered Payroll
General municipal employees pension plan	6/30/2007	\$ 78,439,515	\$ 98,018,107	\$ (19,578,592)	80.0%	\$ 21,143,659	-92.60%
	6/30/2008	\$ 85,712,099	\$ 102,071,377	\$ (16,359,278)	84.0%	\$ 21,302,805	-76.79%
	6/30/2009	\$ 92,326,512	\$ 110,065,250	\$ (17,738,738)	83.9%	\$ 21,468,606	-82.63%
Municipal police and fire pension plan	6/30/2007	\$ 70,420,028	\$ 164,198,973	\$ (93,778,945)	42.9%	\$ 18,107,293	-517.91%
	6/30/2008	\$ 68,844,727	\$ 177,376,163	\$(108,531,436)	38.8%	\$ 17,461,156	-621.56%
	6/30/2009	\$ 54,729,846	\$ 185,122,805	\$(130,392,959)	29.6%	\$ 17,731,200	-735.39%
Other Post Employment Benefit Obligations	7/1/2007	\$ -	\$ 414,578,183	\$(414,578,183)	0.0%	n/a	n/a
	7/1/2008	\$ -	\$ 437,601,577	\$(437,601,577)	0.0%	n/a	n/a
	7/1/2009	\$ -	\$ 378,184,421	\$(378,184,421)	0.0%	n/a	n/a

The information included in the schedule of funding progress was obtained from the annual actuarial valuation at the date indicated.

**CITY OF PAWTUCKET, RHODE ISLAND**

**REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)  
 BUDGET AND ACTUAL - GENERAL FUND  
 YEAR ENDED JUNE 30, 2010**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenues</b>				
General property taxes and in lieu of taxes	\$ 89,062,513	\$ 89,062,513	\$ 87,214,472	\$ (1,848,041)
Intergovernmental and departmental	15,224,849	15,224,849	13,802,028	(1,422,821)
Licenses	244,468	244,468	234,747	(9,721)
Permits	466,500	466,500	401,579	(64,921)
Fines & forfeitures	699,900	699,900	457,167	(242,733)
Charges for services	2,887,250	2,887,250	2,631,742	(255,508)
Investment and interest income	786,000	786,000	736,292	(49,708)
<b>Total revenues</b>	<u>109,371,480</u>	<u>109,371,480</u>	<u>105,478,027</u>	<u>(3,893,453)</u>
<b>Expenditures</b>				
Current:				
Legislative, judicial and general administrative	2,920,161	2,920,161	2,762,352	157,809
Executive	880,602	880,602	820,089	60,513
Finance	3,205,539	3,205,539	2,967,832	237,707
Planning	1,867,779	1,867,779	1,816,153	51,626
Public safety	42,228,180	42,228,180	40,687,184	1,540,996
Public works	11,776,343	11,776,343	10,534,875	1,241,468
Operating insurance	923,797	923,797	994,426	(70,629)
Contribution support	322,892	322,892	143,346	179,546
Employee benefits	6,807,371	6,807,371	6,702,805	104,566
Other fixed and general charges	1,389,916	1,389,916	1,541,985	(152,069)
Debt services	5,917,427	5,917,427	5,943,757	(26,330)
<b>Total expenditures</b>	<u>78,240,007</u>	<u>78,240,007</u>	<u>74,914,804</u>	<u>3,325,203</u>
<b>Excess of revenues over (under) expenditures before other financing sources (uses)</b>	<u>31,131,473</u>	<u>31,131,473</u>	<u>30,563,223</u>	<u>(568,250)</u>
<b>Other financing sources (uses)</b>				
Transfers in			244,916	244,916
Transfers out - other	-	-	(169,013)	(169,013)
Transfers out - School unrestricted fund - appropriation	(27,542,206)	(27,542,206)	(27,542,206)	-
Transfers out - School unrestricted fund - consent order deficit reduction	(3,589,267)	(3,589,267)	(3,589,267)	-
<b>Net other financing sources (uses)</b>	<u>(31,131,473)</u>	<u>(31,131,473)</u>	<u>(31,055,570)</u>	<u>75,903</u>
<b>Excess (deficiency) of revenues over expenditures and other financing sources (uses)</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (492,347)</u>	<u>\$ (492,347)</u>



**CITY OF PAWTUCKET, RHODE ISLAND**

**REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)  
 BUDGET AND ACTUAL - GENERAL FUND  
 YEAR ENDED JUNE 30, 2010**

	<u>Original Budget Revenues</u>	<u>Revised Budget Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>
<b>General property taxes:</b>				
Real estate, tangible and motor vehicle	\$ 88,463,663	\$ 88,463,663	\$ 86,715,760	\$ (1,747,903)
Current other taxes	598,850	598,850	498,712	(100,138)
<b>Total general property taxes</b>	<u>89,062,513</u>	<u>89,062,513</u>	<u>87,214,472</u>	<u>(1,848,041)</u>
<b>Intergovernmental and departmental:</b>				
State	15,224,849	15,224,849	13,802,028	(1,422,821)
Departmental	-	-	-	-
<b>Total intergovernmental and departmental</b>	<u>15,224,849</u>	<u>15,224,849</u>	<u>13,802,028</u>	<u>(1,422,821)</u>
<b>Licenses:</b>				
Liquor	140,000	140,000	137,747	(2,253)
Taverns & victualling	35,000	35,000	34,065	(935)
Other	69,468	69,468	62,935	(6,533)
<b>Total licenses</b>	<u>244,468</u>	<u>244,468</u>	<u>234,747</u>	<u>(9,721)</u>
<b>Permits:</b>				
Electrical	100,000	100,000	79,262	(20,738)
Plumbing	35,000	35,000	38,050	3,050
Other	331,500	331,500	284,267	(47,233)
<b>Total permits</b>	<u>466,500</u>	<u>466,500</u>	<u>401,579</u>	<u>(64,921)</u>
<b>Fines and forfeitures:</b>				
Municipal P.T.E.	270,000	270,000	197,907	(72,093)
Police P.T.E. (tickets)	-	-	26,864	26,864
Other	429,900	429,900	232,396	(197,504)
<b>Total fines and forfeiture</b>	<u>699,900</u>	<u>699,900</u>	<u>457,167</u>	<u>(242,733)</u>
<b>Charges for service:</b>				
Legal instrument fees	520,000	520,000	495,070	(24,930)
Commercial dumping fee	228,000	228,000	217,168	(10,832)
Ice rink	-	-	36,948	36,948
VIN inspection fees	125,000	125,000	97,400	(27,600)
Rescue service	975,000	975,000	709,243	(265,757)
Other	1,039,250	1,039,250	1,075,913	36,663
<b>Total charges for services</b>	<u>2,887,250</u>	<u>2,887,250</u>	<u>2,631,742</u>	<u>(255,508)</u>
<b>Interest:</b>				
Real estate overdue taxes	550,000	550,000	696,109	146,109
Bank accounts	210,000	210,000	40,179	(169,821)
Other	26,000	26,000	4	(25,996)
<b>Total interest</b>	<u>786,000</u>	<u>786,000</u>	<u>736,292</u>	<u>(49,708)</u>
<b>Total Revenues</b>	109,371,480	109,371,480	105,478,027	(3,893,453)
<b>Other financing sources:</b>				
Transfers in	-	-	244,916	244,916
<b>Total other financing sources</b>	<u>-</u>	<u>-</u>	<u>244,916</u>	<u>244,916</u>
<b>Total revenue and other financing sources</b>	<u>\$ 109,371,480</u>	<u>\$ 109,371,480</u>	<u>\$ 105,967,859</u>	<u>\$ (3,403,621)</u>

CITY OF PAWTUCKET, RHODE ISLAND

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)  
BUDGET AND ACTUAL - GENERAL FUND  
YEAR ENDED JUNE 30, 2010**

	<u>Original Budgeted Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
<b>Legislative</b>				
City Council	\$ 270,308	\$ 270,308	\$ 258,284	\$ 12,024
City Clerk	652,879	652,879	592,595	60,284
Probate Court	38,098	38,098	36,691	1,407
Board of Canvassers	225,428	225,428	237,258	(11,830)
Library	1,733,448	1,733,448	1,637,524	95,924
<b>Total legislative</b>	<u>2,920,161</u>	<u>2,920,161</u>	<u>2,762,352</u>	<u>157,809</u>
<b>Executive</b>				
Mayor	430,232	430,232	388,239	41,993
Law Department	379,075	379,075	370,682	8,393
Municipal Court	71,295	71,295	61,168	10,127
<b>Total executive</b>	<u>880,602</u>	<u>880,602</u>	<u>820,089</u>	<u>60,513</u>
<b>Finance department</b>				
Finance Director	305,564	305,564	289,599	15,965
Accounting	275,547	275,547	260,878	14,669
Tax Assessors	574,956	574,956	481,924	93,032
Collections-disbursement	601,415	601,415	569,838	31,577
Information Technology	769,305	769,305	725,367	43,938
Personnel	347,864	347,864	325,476	22,388
Purchasing	196,272	196,272	186,839	9,433
Payroll	134,616	134,616	127,911	6,705
<b>Total Finance department</b>	<u>3,205,539</u>	<u>3,205,539</u>	<u>2,967,832</u>	<u>237,707</u>
<b>Planning department</b>				
Planning Department	666,366	666,366	627,128	39,238
Development	162,180	162,180	138,610	23,570
Zoning & Code Enforcement	1,039,233	1,039,233	1,050,415	(11,182)
<b>Total planning department</b>	<u>1,867,779</u>	<u>1,867,779</u>	<u>1,816,153</u>	<u>51,626</u>
<b>Public Safety</b>				
Uniform Police	19,297,426	19,297,426	18,429,846	867,580
Civilian Police	1,815,986	1,815,986	1,715,189	100,797
Animal Shelter	467,813	467,813	444,084	23,729
Police Crossing Guards	459,911	459,911	407,999	51,912
Uniform Fire	19,427,117	19,427,117	19,100,390	326,727
Civilian Fire	176,648	176,648	116,838	59,810
Fire Prevention	501,246	501,246	405,918	95,328
Emergency Management Systems	82,033	82,033	66,920	15,113
<b>Total public safety</b>	<u>\$ 42,228,180</u>	<u>\$ 42,228,180</u>	<u>\$ 40,687,184</u>	<u>\$ 1,540,996</u>

(Continued)

CITY OF PAWTUCKET, RHODE ISLAND

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)  
BUDGET AND ACTUAL - GENERAL FUND  
YEAR ENDED JUNE 30, 2010**

	<u>Original Budget Expenditures</u>	<u>Revised Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Variance</u>
<b>Public works</b>				
Public Works Director	\$ 262,120	\$ 262,120	\$ 258,095	\$ 4,025
Engineering	289,990	289,990	135,492	154,498
Equipment Maintenance	955,302	955,302	887,485	67,817
Building Maintenance	595,390	595,390	576,540	18,850
City Hall Maintenance	635,069	635,069	604,282	30,787
Sewer Maintenance	712,105	712,105	625,933	86,172
Refuse Collections	1,294,948	1,294,948	1,321,989	(27,041)
Transfer Station	1,548,834	1,548,834	1,427,436	121,398
Recycling	450,046	450,046	338,662	111,384
Streets, bridges, & cemetery	1,108,056	1,108,056	1,025,648	82,408
Street cleaning/ snow removal	1,138,144	1,138,144	901,516	236,628
Traffic	608,216	608,216	535,012	73,204
Parks Division	1,526,593	1,526,593	1,259,550	267,043
Recreation	536,788	536,788	513,971	22,817
Daggett Farm	114,742	114,742	97,840	16,902
Ice Arena	-	-	25,424	(25,424)
<b>Total public works</b>	<u>11,776,343</u>	<u>11,776,343</u>	<u>10,534,875</u>	<u>1,241,468</u>
<b>Operating Insurance</b>	<u>923,797</u>	<u>923,797</u>	<u>994,426</u>	<u>(70,629)</u>
<b>Contribution support</b>	<u>322,892</u>	<u>322,892</u>	<u>143,346</u>	<u>179,546</u>
<b>Employee benefits</b>	<u>6,807,371</u>	<u>6,807,371</u>	<u>6,702,805</u>	<u>104,566</u>
<b>Fixed charges</b>	<u>1,389,916</u>	<u>1,389,916</u>	<u>1,541,985</u>	<u>(152,069)</u>
<b>Debt service</b>				
Debt service-principal	4,125,772	4,125,772	3,889,985	235,787
Debt service-interest & other charges	1,791,655	1,791,655	2,053,772	(262,117)
<b>Total debt service</b>	<u>5,917,427</u>	<u>5,917,427</u>	<u>5,943,757</u>	<u>(26,330)</u>
<b>Total expenditures</b>	<u>78,240,007</u>	<u>78,240,007</u>	<u>74,914,804</u>	<u>3,325,203</u>
<b>Transfers to other funds:</b>				
School unrestricted fund- appropriation	27,542,206	27,542,206	27,542,206	-
School unrestricted fund-consent order deficit reduct.	3,589,267	3,589,267	3,589,267	-
Other transfers	-	-	169,013	(169,013)
<b>Total transfers</b>	<u>31,131,473</u>	<u>31,131,473</u>	<u>31,300,486</u>	<u>(169,013)</u>
<b>Total Expenditures and other financing uses</b>	<u>\$ 109,371,480</u>	<u>\$ 109,371,480</u>	<u>\$ 106,215,290</u>	<u>\$ 3,156,190</u>

## CITY OF PAWTUCKET, RHODE ISLAND

REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF REVENUE AND EXPENDITURES (NON-GAAP BUDGETARY BASIS)  
 BUDGET AND ACTUAL - SCHOOL UNRESTRICTED FUND  
 YEAR ENDED JUNE 30, 2010

	Original Budget	Revised Budget	Actual	Variance
<b>Revenues</b>				
State aid	\$ 65,876,970	\$ 61,027,694	\$ 58,920,335	\$ (2,107,359)
Fees, services and miscellaneous revenue	1,234,944	1,584,398	159,107	(1,425,291)
<b>Total revenues</b>	<b>67,111,914</b>	<b>62,612,092</b>	<b>59,079,442</b>	<b>(3,532,650)</b>
<b>Expenditures</b>				
Salaries	48,471,041	52,289,664	53,964,345	(1,674,681)
Fringe and fixed charges	30,498,716	25,148,485	24,869,660	278,825
Purchased services	12,223,902	9,276,994	8,839,700	437,294
Supplies and materials	3,004,924	2,982,060	908,132	2,073,928
Equipment/capital improvement	455,537	455,537	385,662	69,875
Other	-	1,558	-	1,558
<b>Total expenditures</b>	<b>94,654,120</b>	<b>90,154,298</b>	<b>88,967,499</b>	<b>(1,186,799)</b>
<b>Excess of revenues over (under) expenditures before other financing sources (uses)</b>	<b>(27,542,206)</b>	<b>(27,542,206)</b>	<b>(29,888,057)</b>	<b>(2,345,851)</b>
<b>Other financing sources (uses):</b>				
Operating transfer from general fund -				
City appropriation	27,542,206	27,542,206	27,542,206	
City additional appropriation			3,589,267	
<b>Total other financing sources (uses)</b>	<b>27,542,206</b>	<b>27,542,206</b>	<b>31,131,473</b>	<b>-</b>
<b>Excess revenues and other sources over (under) expenditures and other sources</b>	<b>-</b>	<b>-</b>	<b>1,243,416</b>	<b>(2,345,851)</b>
<b>Consent order transfer from general fund for deficit reduction</b>				
<b>Excess revenues and other sources over (under) expenditure and other sources after consent order transfer from general fund for deficit reduction</b>	<b>-</b>	<b>-</b>	<b>1,243,416</b>	<b>(2,345,851)</b>

## City of Pawtucket, Rhode Island

Notes to Required Supplementary Information  
June 30, 2010

The accompanying Statement of Revenues, Expenditures/Expenses (GAAAP or Budgetary Basis Non-GAAP) presents comparisons of the legally adopted budget with actual data on a budgetary basis. Because accounting principals applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with GAAP, a reconciliation of resultant basis, entity and timing differences in the excess (deficiency) of revenues and other financial resources over expenditure/expenses and other uses of financial resources for the year ended June 30, 2010 is presented below:

(a) *Budgetary to GAAP Basis Reconciliation*

The following reconciliation summarizes the difference for the City's General Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2010:

Excess revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis)	\$ (492,347)
Use of accumulated fund balance	<u>-</u>
Excess of expenditures and other sources over revenues (GAAP)	<u><u>\$ (492,347)</u></u>

The following reconciliation summarizes the difference for the School's Unrestricted Fund between budgetary and GAAP basis accounting principles for the year ended June 30, 2010:

Excess revenues and other sources over expenditures and other uses (Non-GAAP Budgetary Basis)	\$ 1,243,416
Prior year encumbrances	-
Current year encumbrances	-
Use of accumulated fund balance	<u>-</u>
Excess of expenditures and other sources over revenues (GAAP)	<u><u>\$ 1,243,416</u></u>

**OTHER SUPPLEMENTARY INFORMATION**

**CITY OF PAWTUCKET**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2010**

	City Special Revenue Fund	HUD Special Revenue Fund	School Special Revenue Fund	Capital Project Fund	Permanent Fund	Total All Nonmajor Governmental Funds
<b>ASSETS</b>						
Cash and cash equivalents	\$ 2,528,943	\$ 614,563	\$ (1,352,846)	\$ 2,224,604	\$ 1,036,333	\$ 5,051,597
Due from federal and state governments	625,202	1,346,462	2,219,392	-	-	4,191,056
Accounts receivable	201,399	227,319	666,748	106,088	-	1,201,554
<b>Total assets</b>	<b>3,355,544</b>	<b>2,188,344</b>	<b>1,533,294</b>	<b>2,330,692</b>	<b>1,036,333</b>	<b>10,444,207</b>
<b>LIABILITIES</b>						
Accounts payable and accrued expenditures	457,676	286,288	1,021,461	324,862	-	2,090,287
Deferred revenue	459	1,057,798	520,705	-	-	1,578,962
Other liabilities	-	-	-	162	10,151	10,313
<b>Total liabilities</b>	<b>458,135</b>	<b>1,344,086</b>	<b>1,542,166</b>	<b>325,024</b>	<b>10,151</b>	<b>3,679,562</b>
<b>FUND BALANCE</b>						
<b>Reserved for:</b>						
Perpetual care	-	-	-	-	450,000	450,000
Endowments	-	-	-	-	224,967	224,967
Unreserved - undesignated	2,897,409	844,258	(8,872)	2,005,668	351,215	6,089,678
<b>Total fund balance</b>	<b>2,897,409</b>	<b>844,258</b>	<b>(8,872)</b>	<b>2,005,668</b>	<b>1,026,182</b>	<b>6,764,645</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 3,355,544</b>	<b>\$ 2,188,344</b>	<b>\$ 1,533,294</b>	<b>\$ 2,330,692</b>	<b>\$ 1,036,333</b>	<b>\$ 10,444,207</b>

**CITY OF PAWTUCKET**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**June 30, 2010**

	City Special Revenue Fund	HUD Special Revenue Fund	School Special Revenue Fund	Capital Project Fund	Permanent Fund	Total All Non-major Governmental Funds
<b>REVENUES:</b>						
Charges for services	\$ -		\$ -	\$ -	\$ 31,428	\$ 31,428
Operating grants and contributions	2,760,101	4,874,634	15,392,673	-	-	23,027,408
Investment and interest income	-	-	-	-	45,904	45,904
Capital grants and contributions	-	-	-	129,324	-	129,324
Other revenue	3,235,640	205,784	-	17,584	-	3,459,008
<b>Total revenues</b>	<b>5,995,741</b>	<b>5,080,418</b>	<b>15,392,673</b>	<b>146,908</b>	<b>77,332</b>	<b>26,693,072</b>
<b>EXPENDITURES:</b>						
Current:						
Legislative	1,695,305	-	-	-	18,872	1,714,177
Planning	479,241	4,811,446	-	146,971	-	5,437,658
Public safety	456,721	-	-	594,304	-	1,051,025
Public works	2,840,004	-	-	1,140,257	8,629	3,988,890
Education	229,653	-	15,401,805	1,457,879	-	17,089,337
<b>Total expenditures</b>	<b>5,700,924</b>	<b>4,811,446</b>	<b>15,401,805</b>	<b>3,339,411</b>	<b>27,501</b>	<b>29,281,087</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>294,817</b>	<b>268,972</b>	<b>(9,132)</b>	<b>(3,192,503)</b>	<b>49,831</b>	<b>(2,588,015)</b>
<b>Other financing sources (uses):</b>						
Operating transfers from other funds	169,013	17,843	-	-	-	186,856
Operating transfers to other funds	-	-	-	(9,931)	-	(9,931)
Bond proceeds / capital lease proceeds	-	-	-	3,000,000	-	3,000,000
<b>Total other financing sources (uses)</b>	<b>169,013</b>	<b>17,843</b>	<b>-</b>	<b>2,990,069</b>	<b>-</b>	<b>3,176,925</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>463,830</b>	<b>286,815</b>	<b>(9,132)</b>	<b>(202,434)</b>	<b>49,831</b>	<b>588,910</b>
<b>Fund balance, beginning of year</b>	<b>2,433,579</b>	<b>557,443</b>	<b>260</b>	<b>2,208,102</b>	<b>976,351</b>	<b>6,175,735</b>
<b>Fund balance, end of year</b>	<b>\$ 2,897,409</b>	<b>\$ 844,258</b>	<b>\$ (8,872)</b>	<b>\$ 2,005,668</b>	<b>\$ 1,026,182</b>	<b>\$ 6,764,645</b>



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Comp Cancer Control Prog 105</b>	<b>Public Fund 106</b>	<b>Convergence Fund 108</b>	<b>Polling Place Dis. Act. 109</b>	<b>Substance Abuse 113</b>	<b>EMA Training 119</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 200	\$ -	\$ 36,799	\$ 1,737	\$ 49,392	\$ (368)
Due from federal and state governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Accounts receivable	-	-	-	-	96,975	-
Prepaid expenses	-	-	-	-	-	-
<b>Total assets</b>	<b>200</b>	<b>-</b>	<b>36,799</b>	<b>1,737</b>	<b>146,367</b>	<b>(368)</b>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable and accrued expenditures	-	-	60	-	59,274	-
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>60</b>	<b>-</b>	<b>59,274</b>	<b>-</b>
<b>FUND BALANCE</b>						
Unreserved - undesignated	200	-	36,739	1,737	87,093	(368)
<b>Total fund balance</b>	<b>200</b>	<b>-</b>	<b>36,739</b>	<b>1,737</b>	<b>87,093</b>	<b>(368)</b>
<b>Total liabilities and fund balance</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>\$ 36,799</b>	<b>\$ 1,737</b>	<b>\$ 146,367</b>	<b>\$ (368)</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	EM Dept of Homeland Security 121	EM Dept Training Education 122	Citizens Corp EMA 123	EMA Systems & Equipments 124	EMA Special Operations 125	EMA Flood of 2010 126	Tides Juvenile 127
<b>ASSETS</b>							
Cash and cash equivalents	\$ (8,138)	\$ 14,628	\$ (150)	\$ 6,150	\$ 16,344	\$ (20,161)	\$ 223
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	500	-	-	3,054	20,161	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>(8,138)</b>	<b>15,128</b>	<b>(150)</b>	<b>6,150</b>	<b>19,398</b>	<b>-</b>	<b>223</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	-	-	2,579	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,579</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	(8,138)	15,128	(150)	6,150	16,819	-	223
<b>Total fund balance</b>	<b>(8,138)</b>	<b>15,128</b>	<b>(150)</b>	<b>6,150</b>	<b>16,819</b>	<b>-</b>	<b>223</b>
<b>Total liabilities and fund balance</b>	<b>\$ (8,138)</b>	<b>\$ 15,128</b>	<b>\$ (150)</b>	<b>\$ 6,150</b>	<b>\$ 19,398</b>	<b>\$ -</b>	<b>\$ 223</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Slater Park Permits 129	Recreation Trips 131	Daggert Farm 132	Summer Food Service Program 133	Carousel Enterprise 134	Lynch Arena Concession 135	Tennis Single League 136
<b>ASSETS</b>							
Cash and cash equivalents	\$ 28,118	\$ 5,156	\$ 28,830	\$ 5,069	\$ 33,141	\$ 20,689	\$ 25,190
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>28,118</u>	<u>5,156</u>	<u>28,830</u>	<u>5,069</u>	<u>33,141</u>	<u>20,689</u>	<u>25,190</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	5,430	1,612	949	-	5,538	-	4,026
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>5,430</u>	<u>1,612</u>	<u>949</u>	<u>-</u>	<u>5,538</u>	<u>-</u>	<u>4,026</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	22,688	3,544	27,881	5,069	27,603	20,689	21,164
<b>Total fund balance</b>	<u>22,688</u>	<u>3,544</u>	<u>27,881</u>	<u>5,069</u>	<u>27,603</u>	<u>20,689</u>	<u>21,164</u>
<b>Total liabilities and fund balance</b>	<u>\$ 28,118</u>	<u>\$ 5,156</u>	<u>\$ 28,830</u>	<u>\$ 5,069</u>	<u>\$ 33,141</u>	<u>\$ 20,689</u>	<u>\$ 25,190</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Summer Camp 137</b>	<b>Instructor Program 138</b>	<b>Arts in The Park 139</b>	<b>Field Use Maintenance 140</b>	<b>Council's Substance Abuse 141</b>	<b>Arts Support Initiative 145</b>	<b>Pawtucket Arts Funding 146</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 3,908	\$ 7,342	\$ (250)	\$ 66,184	\$ 98,932	\$ 26,883	\$ 17,965
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	393	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>3,908</b>	<b>7,342</b>	<b>(250)</b>	<b>66,184</b>	<b>99,325</b>	<b>26,883</b>	<b>17,965</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	300	365	-	10,353	-	26,880	3,000
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	396	-	-
<b>Total liabilities</b>	<b>300</b>	<b>365</b>	<b>-</b>	<b>10,353</b>	<b>396</b>	<b>26,880</b>	<b>3,000</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	3,608	6,977	(250)	55,831	98,929	3	14,965
<b>Total fund balance</b>	<b>3,608</b>	<b>6,977</b>	<b>(250)</b>	<b>55,831</b>	<b>98,929</b>	<b>3</b>	<b>14,965</b>
<b>Total liabilities and fund balance</b>	<b>\$ 3,908</b>	<b>\$ 7,342</b>	<b>\$ (250)</b>	<b>\$ 66,184</b>	<b>\$ 99,325</b>	<b>\$ 26,883</b>	<b>\$ 17,965</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Youth Sports League 147	Clerks Remote Access Fee 150	PRA Redevelopment 152	175 Main Street 154	Have a Heart Dinner 155	Vital Statistics Restoration 158	Animal Control 161
<b>ASSETS</b>							
Cash and cash equivalents	\$ 35,159	\$ 12,895	\$ (40,095)	\$ (8,499)	\$ 5,066	\$ 116,751	\$ 30,990
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	58,100	11,546	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>35,159</b>	<b>12,895</b>	<b>18,005</b>	<b>3,047</b>	<b>5,066</b>	<b>116,751</b>	<b>30,990</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	2,130	18,005	3,047	-	2	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>2,130</b>	<b>18,005</b>	<b>3,047</b>	<b>-</b>	<b>2</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	35,159	10,765	-	-	5,066	116,749	30,990
<b>Total fund balance</b>	<b>35,159</b>	<b>10,765</b>	<b>-</b>	<b>-</b>	<b>5,066</b>	<b>116,749</b>	<b>30,990</b>
<b>Total liabilities and fund balance</b>	<b>\$ 35,159</b>	<b>\$ 12,895</b>	<b>\$ 18,005</b>	<b>\$ 3,047</b>	<b>\$ 5,066</b>	<b>\$ 116,751</b>	<b>\$ 30,990</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Land Records Restoration 162</b>	<b>Alcohol Prevention 163</b>	<b>Clerk's Remote Access 164</b>	<b>Recruitment Testing Fund 165</b>	<b>Document Preservation 166</b>	<b>Family Literacy Initiative 175</b>	<b>Mabel Anderson Fund 176</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 106,081	\$ 32,854	\$ 14,550	\$ 3,096	\$ 255,365	\$ (4,264)	\$ 8,345
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	23	8,021	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>106,081</b>	<b>32,854</b>	<b>14,550</b>	<b>3,096</b>	<b>255,388</b>	<b>3,757</b>	<b>8,345</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	5,815	-	-	-	-	1,745	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>5,815</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,745</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	100,266	32,854	14,550	3,096	255,388	2,012	8,345
<b>Total fund balance</b>	<b>100,266</b>	<b>32,854</b>	<b>14,550</b>	<b>3,096</b>	<b>255,388</b>	<b>2,012</b>	<b>8,345</b>
<b>Total liabilities and fund balance</b>	<b>\$ 106,081</b>	<b>\$ 32,854</b>	<b>\$ 14,550</b>	<b>\$ 3,096</b>	<b>\$ 255,388</b>	<b>\$ 3,757</b>	<b>\$ 8,345</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Goddard Rel Study 179</b>	<b>State Grant In Aid 184</b>	<b>Library Donations 185</b>	<b>Champlin Grant 186</b>	<b>Insurance Deductible Reserve 501</b>	<b>Fire Equipment Fund 510</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 10,873	\$ 21,389	\$ 190,372	\$ 211	\$ 272,284	\$ 11,257
Due from federal and state governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	63
Prepaid expenses	-	-	-	-	-	-
<b>Total assets</b>	<b>10,873</b>	<b>21,389</b>	<b>190,372</b>	<b>211</b>	<b>272,284</b>	<b>11,320</b>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable and accrued expenditures	-	21,389	4,447	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	63
<b>Total liabilities</b>	<b>-</b>	<b>21,389</b>	<b>4,447</b>	<b>-</b>	<b>-</b>	<b>63</b>
<b>FUND BALANCE</b>						
Unreserved - undesignated	10,873	-	185,925	211	272,284	11,257
<b>Total fund balance</b>	<b>10,873</b>	<b>-</b>	<b>185,925</b>	<b>211</b>	<b>272,284</b>	<b>11,257</b>
<b>Total liabilities and fund balance</b>	<b>\$ 10,873</b>	<b>\$ 21,389</b>	<b>\$ 190,372</b>	<b>\$ 211</b>	<b>\$ 272,284</b>	<b>\$ 11,320</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	MCI Grant 530	Fire Prevention 550	Fire Apparatus 551	FEMA Operations Safety 552	Federal Forfeited Property 603	State Share Drugs 604	City Police 605
<b>ASSETS</b>							
Cash and cash equivalents	\$ 6,201	\$ 32,270	\$ 61,652	\$ 9,213	\$ 289,136	\$ 282,316	\$ -
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>6,201</u>	<u>32,270</u>	<u>61,652</u>	<u>9,213</u>	<u>289,136</u>	<u>282,316</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	3,348	-	-	19,769	5,737	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>3,348</u>	<u>-</u>	<u>-</u>	<u>19,769</u>	<u>5,737</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	<u>6,201</u>	<u>28,922</u>	<u>61,652</u>	<u>9,213</u>	<u>269,367</u>	<u>276,579</u>	<u>-</u>
<b>Total fund balance</b>	<u>6,201</u>	<u>28,922</u>	<u>61,652</u>	<u>9,213</u>	<u>269,367</u>	<u>276,579</u>	<u>-</u>
<b>Total liabilities and fund balance</b>	<u>\$ 6,201</u>	<u>\$ 32,270</u>	<u>\$ 61,652</u>	<u>\$ 9,213</u>	<u>\$ 289,136</u>	<u>\$ 282,316</u>	<u>\$ -</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Teen Forensic Pol. Academy 606	RI Traffic Tribunal 609	Seat Belts 610	Speed 611	Alcohol 612	JAG 615	Cops 616
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ 202,065	\$ -	\$ -	\$ -	\$ (29,709)	\$ (108,698)
Due from federal and state governments	-	-	-	-	-	31,365	120,127
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	2,563	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>-</b>	<b>204,628</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,656</b>	<b>11,429</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	116,164	-	-	-	1,656	11,429
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>116,164</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,656</b>	<b>11,429</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	-	88,464	-	-	-	-	-
<b>Total fund balance</b>	<b>-</b>	<b>88,464</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ -</b>	<b>\$ 204,628</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,656</b>	<b>\$ 11,429</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Kennedy 617	Renew Stimulus 619	Bike Patrol 625	SRT Team 626	RAD KIDS 627	Delinquency 631	Juvenile Board 633
<b>ASSETS</b>							
Cash and cash equivalents	\$ (127,446)	\$ (36,744)	\$ 7,960	\$ 1,058	\$ 54	\$ 237	\$ 1,669
Due from federal and state governments	157,373	36,744	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>29,927</u>	<u>-</u>	<u>7,960</u>	<u>1,058</u>	<u>54</u>	<u>237</u>	<u>1,669</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	29,927	-	3,847	-	54	237	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>29,927</u>	<u>-</u>	<u>3,847</u>	<u>-</u>	<u>54</u>	<u>237</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	-	-	4,113	1,058	-	-	1,669
<b>Total fund balance</b>	<u>-</u>	<u>-</u>	<u>4,113</u>	<u>1,058</u>	<u>-</u>	<u>-</u>	<u>1,669</u>
<b>Total liabilities and fund balance</b>	<u>\$ 29,927</u>	<u>\$ -</u>	<u>\$ 7,960</u>	<u>\$ 1,058</u>	<u>\$ 54</u>	<u>\$ 237</u>	<u>\$ 1,669</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	D.A.R.E. 638	PTE Overtime 641	Police Equipment 643	JAG 2009 646	Highway Safety 650	Spay & Neuter Fund 651	Vet Care Private Donantion 652
<b>ASSETS</b>							
Cash and cash equivalents	\$ 78,451	\$ 4,344	\$ 127,286	\$ (34,664)	\$ (10,142)	\$ 43,117	\$ 27,588
Due from federal and state governments	-	-	-	53,943	11,058	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>78,451</u>	<u>4,344</u>	<u>127,286</u>	<u>19,279</u>	<u>916</u>	<u>43,117</u>	<u>27,588</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	48	4,344	10	19,279	916	200	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>48</u>	<u>4,344</u>	<u>10</u>	<u>19,279</u>	<u>916</u>	<u>200</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	78,403	-	127,276	-	-	42,917	27,588
<b>Total fund balance</b>	<u>78,403</u>	<u>-</u>	<u>127,276</u>	<u>-</u>	<u>-</u>	<u>42,917</u>	<u>27,588</u>
<b>Total liabilities and fund balance</b>	<u>\$ 78,451</u>	<u>\$ 4,344</u>	<u>\$ 127,286</u>	<u>\$ 19,279</u>	<u>\$ 916</u>	<u>\$ 43,117</u>	<u>\$ 27,588</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Spay & Neuter Public Asst 653	Spay & Neuter Pound Fund 654	Community Underage Drinking 658	Seized Vehicles (State) 662	Pending Forfeiture (Cambell) 664	GREAT 668	Safe Street 670
<b>ASSETS</b>							
Cash and cash equivalents	\$ 2,076	\$ 2,076	\$ (9,068)	\$ 36,912	\$ 52,303	\$ -	\$ -
Due from federal and state governments	-	-	9,341	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>2,076</u>	<u>2,076</u>	<u>273</u>	<u>36,912</u>	<u>52,303</u>	<u>-</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	273	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>273</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	<u>2,076</u>	<u>2,076</u>	<u>-</u>	<u>36,912</u>	<u>52,303</u>	<u>-</u>	<u>-</u>
<b>Total fund balance</b>	<u>2,076</u>	<u>2,076</u>	<u>-</u>	<u>36,912</u>	<u>52,303</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balance</b>	<u>\$ 2,076</u>	<u>\$ 2,076</u>	<u>\$ 273</u>	<u>\$ 36,912</u>	<u>\$ 52,303</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	DWI (State) 671	Ticket 672	Carseat 673	Speed 09PT 674	Sex Offenders 677	Speed 679	Safe Streets 2010 686
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ (7,170)	\$ -	\$ (5,947)
Due from federal and state governments	-	-	-	-	7,841	-	5,947
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>671</u>	<u>-</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	-	-	671	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>671</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	-	-	-	-	-	-	-
<b>Total fund balance</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 671</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Community Works Summer Program 687	P.C.U.U. Resource Program 688	Click It Or Ticket 689	Details Private Company Reimbursements 690	Drug Enforcement Grant VIII 691	JAG 2007 Grant 692	JAG Grant 693
<b>ASSETS</b>							
Cash and cash equivalents	\$ 805	\$ 69	\$ -	\$ 39,397	\$ -	\$ (25,388)	\$ -
Due from federal and state governments	-	-	-	79,040	-	25,388	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>805</b>	<b>69</b>	<b>-</b>	<b>118,437</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	-	26,369	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,369</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	805	69	-	92,068	-	-	-
<b>Total fund balance</b>	<b>805</b>	<b>69</b>	<b>-</b>	<b>92,068</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 805</b>	<b>\$ 69</b>	<b>\$ -</b>	<b>\$ 118,437</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Detail Private Company Reimb 694	JAG Grant 695	JAG Federal 696	Evidence Money 697	Small Grants Police 698	Municipal Waste Reduction 706	DOT Paving Reimbursement 720
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 15,914	\$ 5,265	\$ 46,386	\$ -
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,914</u>	<u>5,265</u>	<u>46,386</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	-	-	5,265	499	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,265</u>	<u>499</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	-	-	-	15,914	-	45,887	-
<b>Total fund balance</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,914</u>	<u>-</u>	<u>45,887</u>	<u>-</u>
<b>Total liabilities and fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,914</u>	<u>\$ 5,265</u>	<u>\$ 46,386</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	FY 05 Homeland Security 725	Homeland Security 726	Summer Youth Initiative 745	Summer School Youth 746	Pleasant View Weed & Seed Year 5 754	WDL United Way 755	Woodlawn Weed & Seed Year 3 762
<b>ASSETS</b>							
Cash and cash equivalents	\$ 16,098	\$ -	\$ 5,410	\$ -	\$ 1,002	\$ 7,800	\$ 65
Due from federal and state governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<u>16,098</u>	<u>-</u>	<u>5,410</u>	<u>-</u>	<u>1,002</u>	<u>7,800</u>	<u>65</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	-	-	-	-	196	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>196</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved - undesignated	16,098	-	5,410	-	1,002	7,604	65
<b>Total fund balance</b>	<u>16,098</u>	<u>-</u>	<u>5,410</u>	<u>-</u>	<u>1,002</u>	<u>7,604</u>	<u>65</u>
<b>Total liabilities and fund balance</b>	<u>\$ 16,098</u>	<u>\$ -</u>	<u>\$ 5,410</u>	<u>\$ -</u>	<u>\$ 1,002</u>	<u>\$ 7,800</u>	<u>\$ 65</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Woodlawn Weed &amp; Seed Year 5 764</b>	<b>Senior Center 817</b>	<b>Senior Center II 818</b>	<b>Medicare Outreach Program 819</b>	<b>Senior Health Insurance Prog 821</b>	<b>Senate Grant Senior Suttle 822</b>	<b>Senior Center City 824</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 585	\$ (6,925)	\$ (9,690)	\$ 388	\$ -	\$ -	\$ 4,665
Due from federal and state governments	-	62,060	12,100	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-
<b>Total assets</b>	<b>585</b>	<b>55,135</b>	<b>2,410</b>	<b>388</b>	<b>-</b>	<b>-</b>	<b>4,665</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable and accrued expenditures	-	18,661	2,410	388	-	-	4,665
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>18,661</b>	<b>2,410</b>	<b>388</b>	<b>-</b>	<b>-</b>	<b>4,665</b>
<b>FUND BALANCE</b>							
Unreserved - undesignated	585	36,474	-	-	-	-	-
<b>Total fund balance</b>	<b>585</b>	<b>36,474</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 585</b>	<b>\$ 55,135</b>	<b>\$ 2,410</b>	<b>\$ 388</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,665</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Information SpaECIALIST 825</b>	<b>Senior Center Title III 828</b>	<b>Preserve America 845</b>	<b>Special Revenue Funds-City TOTALS</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ (10,356)	\$ 8,011	\$ (7,447)	\$ 2,528,943
Due from federal and state governments	12,875	-	-	625,202
Due from other funds	-	-	-	-
Accounts receivable	-	-	-	201,399
Prepaid expenses	-	-	-	-
<b>Total assets</b>	<b>2,519</b>	<b>8,011</b>	<b>(7,447)</b>	<b>3,355,544</b>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>Liabilities</b>				
Accounts payable and accrued expenditures	2,519	1,849	-	457,676
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	459
<b>Total liabilities</b>	<b>2,519</b>	<b>1,849</b>	<b>-</b>	<b>458,135</b>
<b>FUND BALANCE</b>				
Unreserved - undesignated	-	6,162	(7,447)	2,897,409
<b>Total fund balance</b>	<b>-</b>	<b>6,162</b>	<b>(7,447)</b>	<b>2,897,409</b>
<b>Total liabilities and fund balance</b>	<b>\$ 2,519</b>	<b>\$ 8,011</b>	<b>\$ (7,447)</b>	<b>\$ 3,355,544</b>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Comp Cancer Control Prog 105	Public Fund 106	Convergence Fund 108	Polling Place Dis. Act. 109	Substance Abuse 113	EMA Training 119
<b>REVENUES:</b>						
Operating grants and contributions	\$ -	\$ -	\$ 9,000	\$ -	\$ 365,698	\$ -
Capital grants and contributions	-	-	-	-	-	-
Other revenue	-	1,004,595	94,604	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>1,004,595</b>	<b>103,604</b>	<b>-</b>	<b>365,698</b>	<b>-</b>
<b>EXPENDITURES:</b>						
Current:						
Legislative	-	1,004,595	-	-	-	-
Executive	-	-	-	-	-	-
Planning	-	-	117,393	-	-	-
Public safety	-	-	-	-	352,413	-
Public works	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>1,004,595</b>	<b>117,393</b>	<b>-</b>	<b>352,413</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(13,789)</b>	<b>-</b>	<b>13,285</b>	<b>-</b>
<b>Other financing sources (uses):</b>						
Operating transfers from other funds	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>-</b>	<b>-</b>	<b>(13,789)</b>	<b>-</b>	<b>13,285</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>200</b>	<b>-</b>	<b>50,528</b>	<b>1,737</b>	<b>73,808</b>	<b>(368)</b>
<b>Fund balance, end of year</b>	<b>\$ 200</b>	<b>\$ -</b>	<b>\$ 36,739</b>	<b>\$ 1,737</b>	<b>\$ 87,093</b>	<b>\$ (368)</b>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	EM Dept of Homeland Security 121	EMA Dept Training Education 122	Citizens Corp EMA 123	EMA Systems & Equipments 124	EMA Special Operations 125	EMA Flood of 2010 126	Tides Juvenile 127
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ 15,000	\$ -	\$ 17,750	\$ 29,724	\$ 20,161	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>17,750</u>	<u>29,724</u>	<u>20,161</u>	<u>-</u>
<b>EXPENDITURES:</b>							
<b>Current:</b>							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	200
Planning	-	-	-	-	-	-	-
Public safety	-	3,710	-	11,600	12,905	20,161	-
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>3,710</u>	<u>-</u>	<u>11,600</u>	<u>12,905</u>	<u>20,161</u>	<u>200</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>11,290</u>	<u>-</u>	<u>6,150</u>	<u>16,819</u>	<u>-</u>	<u>(200)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>11,290</u>	<u>-</u>	<u>6,150</u>	<u>16,819</u>	<u>-</u>	<u>(200)</u>
<b>Fund balance, beginning of year</b>	(8,138)	3,838	(150)	-	-	-	423
<b>Fund balance, end of year</b>	<u>\$ (8,138)</u>	<u>\$ 15,128</u>	<u>\$ (150)</u>	<u>\$ 6,150</u>	<u>\$ 16,819</u>	<u>\$ -</u>	<u>\$ 223</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Slater Park Permits 129	Recreation Trips 131	Daggert Farm 132	Summer Food Service Program 133	Carousel Enterprise 134	Lynch Arena Concession 135	Tennis Single League 136
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ 8,051	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	19,226	9,890	-	-	36,544	-	19,317
<b>Total revenues</b>	<u>19,226</u>	<u>9,890</u>	<u>8,051</u>	<u>-</u>	<u>36,544</u>	<u>-</u>	<u>19,317</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	19,349	9,695	6,577	-	30,963	4,147	20,747
<b>Total expenditures</b>	<u>19,349</u>	<u>9,695</u>	<u>6,577</u>	<u>-</u>	<u>30,963</u>	<u>4,147</u>	<u>20,747</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>(123)</u>	<u>195</u>	<u>1,474</u>	<u>-</u>	<u>5,581</u>	<u>(4,147)</u>	<u>(1,430)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>(123)</u>	<u>195</u>	<u>1,474</u>	<u>-</u>	<u>5,581</u>	<u>(4,147)</u>	<u>(1,430)</u>
<b>Fund balance, beginning of year</b>	22,811	3,349	26,407	5,069	22,022	24,836	22,594
<b>Fund balance, end of year</b>	<u>\$ 22,688</u>	<u>\$ 3,544</u>	<u>\$ 27,881</u>	<u>\$ 5,069</u>	<u>\$ 27,603</u>	<u>\$ 20,689</u>	<u>\$ 21,164</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Summer Camp 137	Instructor Program 138	Arts in The Park 139	Field Use Maintenance 140	Council's Substance Abuse 141	Arts Support Initiative 145	Pawtucket Arts Funding 146
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	1,140	39,341	-	55,575	21,334	-	-
<b>Total revenues</b>	<u>1,140</u>	<u>39,341</u>	<u>-</u>	<u>55,575</u>	<u>21,334</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	14,931	26,880	9,680
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	475	32,364	250	54,466	-	-	-
<b>Total expenditures</b>	<u>475</u>	<u>32,364</u>	<u>250</u>	<u>54,466</u>	<u>14,931</u>	<u>26,880</u>	<u>9,680</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>665</u>	<u>6,977</u>	<u>(250)</u>	<u>1,109</u>	<u>6,403</u>	<u>(26,880)</u>	<u>(9,680)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	26,883	11,230
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,883</u>	<u>11,230</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>665</u>	<u>6,977</u>	<u>(250)</u>	<u>1,109</u>	<u>6,403</u>	<u>3</u>	<u>1,550</u>
<b>Fund balance, beginning of year</b>	2,943	-	-	54,722	92,526	-	13,415
<b>Fund balance, end of year</b>	<u>\$ 3,608</u>	<u>\$ 6,977</u>	<u>\$ (250)</u>	<u>\$ 55,831</u>	<u>\$ 98,929</u>	<u>\$ 3</u>	<u>\$ 14,965</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Youth Sports League 147	Clerks Remote Access Fee 150	PRA Redevelopment 152	175 Main Street 154	Have a Heart Dinner 155	Vital Statistics Restoration 158	Animal Control 161
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	274,452	58,513	750	12,586	19,721
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>274,452</b>	<b>58,513</b>	<b>750</b>	<b>12,586</b>	<b>19,721</b>
<b>EXPENDITURES:</b>							
Current:							
Legislative	5,500	-	-	-	967	718	3,953
Executive	-	-	-	-	-	-	-
Planning	-	-	274,477	58,513	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	2,130	-	-	-	-	-
<b>Total expenditures</b>	<b>5,500</b>	<b>2,130</b>	<b>274,477</b>	<b>58,513</b>	<b>967</b>	<b>718</b>	<b>3,953</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>(5,500)</b>	<b>(2,130)</b>	<b>(25)</b>	<b>-</b>	<b>(217)</b>	<b>11,868</b>	<b>15,768</b>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	10,900	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>10,900</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>5,400</b>	<b>(2,130)</b>	<b>(25)</b>	<b>-</b>	<b>(217)</b>	<b>11,868</b>	<b>15,768</b>
<b>Fund balance, beginning of year</b>	<b>29,759</b>	<b>12,895</b>	<b>25</b>	<b>-</b>	<b>5,283</b>	<b>104,881</b>	<b>15,222</b>
<b>Fund balance, end of year</b>	<b>\$ 35,159</b>	<b>\$ 10,765</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,066</b>	<b>\$ 116,749</b>	<b>\$ 30,990</b>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Land Records Restoration 162	Alcohol Prevention 163	Clerk's Remote Access 164	Recruitment Testing Fund 165	Document Preservation 166	Family Literacy Initiative 175	Mabel Anderson Fund 176
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,271	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	7,967	4,350	2,600	9,050	47,340	-	100
<b>Total revenues</b>	<u>7,967</u>	<u>4,350</u>	<u>2,600</u>	<u>9,050</u>	<u>47,340</u>	<u>36,271</u>	<u>100</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	4,480	-	-	8,709	16,754	48,292	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>4,480</u>	<u>-</u>	<u>-</u>	<u>8,709</u>	<u>16,754</u>	<u>48,292</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>3,487</u>	<u>4,350</u>	<u>2,600</u>	<u>341</u>	<u>30,586</u>	<u>(12,021)</u>	<u>100</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>3,487</u>	<u>4,350</u>	<u>2,600</u>	<u>341</u>	<u>30,586</u>	<u>(12,021)</u>	<u>100</u>
<b>Fund balance, beginning of year</b>	96,779	28,504	11,950	2,755	224,802	14,033	8,245
<b>Fund balance, end of year</b>	<u>\$ 100,266</u>	<u>\$ 32,854</u>	<u>\$ 14,550</u>	<u>\$ 3,096</u>	<u>\$ 255,388</u>	<u>\$ 2,012</u>	<u>\$ 8,345</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes In Fund Balances**  
**June 30, 2010**

	Goddard Rel Study 179	State Grant In Aid 184	Library Donations 185	Champlin Grant 186	Insurance Deductible Reserve 501	Fire Equipment Fund 510
<b>REVENUES:</b>						
Operating grants and contributions	\$ -	\$ 415,117	\$ -	\$ 98,300	\$ -	\$ -
Capital grants and contributions	-	-	-	-	-	-
Other revenue	624	-	47,837	226	40,227	2,418
<b>Total revenues</b>	<u>624</u>	<u>415,117</u>	<u>47,837</u>	<u>98,526</u>	<u>40,227</u>	<u>2,418</u>
<b>EXPENDITURES:</b>						
Current:						
Legislative	-	414,978	24,198	110,670	-	-
Executive	-	-	-	-	-	-
Planning	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>414,978</u>	<u>24,198</u>	<u>110,670</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>624</u>	<u>139</u>	<u>23,639</u>	<u>(12,144)</u>	<u>40,227</u>	<u>2,418</u>
<b>Other financing sources (uses):</b>						
Operating transfers from other funds	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>624</u>	<u>139</u>	<u>23,639</u>	<u>(12,144)</u>	<u>40,227</u>	<u>2,418</u>
<b>Fund balance, beginning of year</b>	10,249	(139)	162,286	12,355	232,057	8,839
<b>Fund balance, end of year</b>	<u>\$ 10,873</u>	<u>\$ -</u>	<u>\$ 185,925</u>	<u>\$ 211</u>	<u>\$ 272,284</u>	<u>\$ 11,257</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	MCI Grant 530	Fire Prevention 550	Fire Apparatus 551	FEMA Operations Safety 552	Federal Forfeited Property 603	State Share Drugs 604	City Police 605
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ -	\$ 9,213	\$ -	\$ 117,054	\$ 1,365
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	70,113	31,808	7,570	131,665	27	-
<b>Total revenues</b>	<b>-</b>	<b>70,113</b>	<b>31,808</b>	<b>16,783</b>	<b>131,665</b>	<b>117,081</b>	<b>1,365</b>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	43,891	-	29,811	49,907	12,723	1,365
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>43,891</b>	<b>-</b>	<b>29,811</b>	<b>49,907</b>	<b>12,723</b>	<b>1,365</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>26,222</b>	<b>31,808</b>	<b>(13,028)</b>	<b>81,758</b>	<b>104,358</b>	<b>-</b>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>-</b>	<b>26,222</b>	<b>31,808</b>	<b>(13,028)</b>	<b>81,758</b>	<b>104,358</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>6,201</b>	<b>2,700</b>	<b>29,844</b>	<b>22,241</b>	<b>187,609</b>	<b>172,221</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ 6,201</b>	<b>\$ 28,922</b>	<b>\$ 61,652</b>	<b>\$ 9,213</b>	<b>\$ 269,367</b>	<b>\$ 276,579</b>	<b>\$ -</b>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Teen Forensic Pol. Academy 606	RI Traffic Tribunal 609	Seat Belts 610	Speed 611	Alcohol 612	JAG 615	Cops 616
<b>REVENUES:</b>							
Operating grants and contributions	\$ 5,862	\$ 35,615	\$ 4,975	\$ 2,272	\$ 15,435	\$ 230,599	\$ 218,555
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	5,571	-	-	-	-	-
<b>Total revenues</b>	<u>5,862</u>	<u>41,186</u>	<u>4,975</u>	<u>2,272</u>	<u>15,435</u>	<u>230,599</u>	<u>218,555</u>
<b>EXPENDITURES:</b>							
<b>Current:</b>							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	5,862	32,572	-	-	-	230,599	218,555
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>5,862</u>	<u>32,572</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>230,599</u>	<u>218,555</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>8,614</u>	<u>4,975</u>	<u>2,272</u>	<u>15,435</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>8,614</u>	<u>4,975</u>	<u>2,272</u>	<u>15,435</u>	<u>-</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	-	79,850	(4,975)	(2,272)	(15,435)	-	-
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 88,464</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Kennedy 617	Renew Stimulus 619	Bike Patrol 625	SRT Team 626	RAD KIDS 627	Delinquency 631	Juvenile Board 633
<b>REVENUES:</b>							
Operating grants and contributions	\$ 324,609	\$ 36,744	\$ -	\$ -	\$ -	\$ 10,000	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	5,000	30,000	-	-	-
<b>Total revenues</b>	<u>324,609</u>	<u>36,744</u>	<u>5,000</u>	<u>30,000</u>	<u>-</u>	<u>10,000</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	324,609	36,744	12,633	33,591	16	9,702	2,572
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>324,609</u>	<u>36,744</u>	<u>12,633</u>	<u>33,591</u>	<u>16</u>	<u>9,702</u>	<u>2,572</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(7,633)</u>	<u>(3,591)</u>	<u>(16)</u>	<u>298</u>	<u>(2,572)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>-</u>	<u>(7,633)</u>	<u>(3,591)</u>	<u>(16)</u>	<u>298</u>	<u>(2,572)</u>
<b>Fund balance, beginning of year</b>	<u>-</u>	<u>-</u>	<u>11,746</u>	<u>4,649</u>	<u>16</u>	<u>(298)</u>	<u>4,241</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,113</u>	<u>\$ 1,058</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,669</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	D.A.R.E. 638	PTE Overtime 641	Police Equipment 643	JAG 2009 646	Highway Safety 650	Spay & Neuter Fund 651	Vet Care Private Donation 652
<b>REVENUES:</b>							
Operating grants and contributions	\$ 275	\$ -	\$ -	\$ 53,943	\$ 25,654	\$ -	
Capital grants and contributions	-	-	-	-	-	-	
Other revenue	23,008	291,989	91,990	-	-	7,933	6,578
<b>Total revenues</b>	<u>23,283</u>	<u>291,989</u>	<u>91,990</u>	<u>53,943</u>	<u>25,654</u>	<u>7,933</u>	<u>6,578</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	
Executive	-	-	-	-	-	-	
Planning	-	-	-	-	-	-	
Public safety	6,572	279,324	55,575	53,943	25,654	7,436	4,321
Public works	-	-	-	-	-	-	
<b>Total expenditures</b>	<u>6,572</u>	<u>279,324</u>	<u>55,575</u>	<u>53,943</u>	<u>25,654</u>	<u>7,436</u>	<u>4,321</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>16,711</u>	<u>12,665</u>	<u>36,415</u>	<u>-</u>	<u>-</u>	<u>497</u>	<u>2,257</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>16,711</u>	<u>12,665</u>	<u>36,415</u>	<u>-</u>	<u>-</u>	<u>497</u>	<u>2,257</u>
<b>Fund balance, beginning of year</b>	61,692	(12,665)	90,861	-	-	42,420	25,331
<b>Fund balance, end of year</b>	<u>\$ 78,403</u>	<u>\$ -</u>	<u>\$ 127,276</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 42,917</u>	<u>\$ 27,588</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Spay & Neuter Public Asst 653	Spay & Neuter Pound Fund 654	Community Underage Drinking 658	Seized Vehicles (State) 662	Pending Forfeiture (Cambell) 664	GREAT 668	Safe Street 670
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ 20,033	\$ -	\$ -	\$ -	\$ 10,721
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	508	508	-	31,589	49,147	-	-
<b>Total revenues</b>	<u>508</u>	<u>508</u>	<u>20,033</u>	<u>31,589</u>	<u>49,147</u>	<u>-</u>	<u>10,721</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	9,907	13,058	214,346	1,670	10,721
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>9,907</u>	<u>13,058</u>	<u>214,346</u>	<u>1,670</u>	<u>10,721</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>508</u>	<u>508</u>	<u>10,126</u>	<u>18,531</u>	<u>(165,199)</u>	<u>(1,670)</u>	<u>-</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>508</u>	<u>508</u>	<u>10,126</u>	<u>18,531</u>	<u>(165,199)</u>	<u>(1,670)</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	1,568	1,568	(10,126)	18,381	217,502	1,670	-
<b>Fund balance, end of year</b>	<u>\$ 2,076</u>	<u>\$ 2,076</u>	<u>\$ -</u>	<u>\$ 36,912</u>	<u>\$ 52,303</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	DWI (State) 671	Ticket 672	Carseat 673	Speed 09PT 674	Sex Offenders 677	Speed 679	Safe Streets 2010 686
<b>REVENUES:</b>							
Operating grants and contributions	\$ 5,813	\$ -	\$ 2,826	\$ 977	\$ 7,841	\$ -	\$ 5,947
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	647	-
<b>Total revenues</b>	<u>5,813</u>	<u>-</u>	<u>2,826</u>	<u>977</u>	<u>7,841</u>	<u>647</u>	<u>5,947</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	7,846	2	2,826	977	7,841	647	5,947
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>7,846</u>	<u>2</u>	<u>2,826</u>	<u>977</u>	<u>7,841</u>	<u>647</u>	<u>5,947</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>(2,033)</u>	<u>(2)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>(2,033)</u>	<u>(2)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	2,033	2	-	-	-	-	-
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Community Works Summer Program 687	P.C.U.U. Resource Program 688	Click It Or Ticket 689	Details Private Company Reimbursements 690	Drug Enforcement Grant VIII 691	JAG 2007 Grant 692	JAG Grant 693
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	-	592,440	-	25,388	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>592,440</u>	<u>-</u>	<u>25,388</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	41	598,024	-	25,388	-
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>41</u>	<u>598,024</u>	<u>-</u>	<u>25,388</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(41)</u>	<u>(5,584)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>-</u>	<u>(41)</u>	<u>(5,584)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	805	69	41	97,652	-	-	-
<b>Fund balance, end of year</b>	<u>\$ 805</u>	<u>\$ 69</u>	<u>\$ -</u>	<u>\$ 92,068</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Detail Private Company Reimb 694	JAG Grant 695	JAG Federal 696	Evidence Money 697	Small Grants Police 698	Municipal Waste Reduction 706	DOT Paving Reimbursement 720
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ 354	\$ 37,809	\$ -	\$ 22,000	\$ -	\$ 21,000
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	1,537	297	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>1,891</b>	<b>38,106</b>	<b>-</b>	<b>22,000</b>	<b>-</b>	<b>21,000</b>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	1,891	38,106	-	22,000	-	-
Public works	-	-	-	-	-	27,490	21,000
<b>Total expenditures</b>	<b>-</b>	<b>1,891</b>	<b>38,106</b>	<b>-</b>	<b>22,000</b>	<b>27,490</b>	<b>21,000</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27,490)</b>	<b>-</b>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27,490)</b>	<b>-</b>
<b>Fund balance, beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,914</b>	<b>-</b>	<b>73,377</b>	<b>-</b>
<b>Fund balance, end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 15,914</b>	<b>\$ -</b>	<b>\$ 45,887</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	FY 05 Homeland Security 725	Homeland Security 726	Summer Youth Initiative 745	Summer School Youth 746	Pleasant View Weed & Seed Year 5 754	WDL United Way 755	Woodlawn Weed & Seed Year 3 762
<b>REVENUES:</b>							
Operating grants and contributions	\$ -	\$ 149,464	\$ 2,410	\$ 590	\$ -	\$ 7,000	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>149,464</u>	<u>2,410</u>	<u>590</u>	<u>-</u>	<u>7,000</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	-	-	-	-	3	1,478	4,042
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>	<u>1,478</u>	<u>4,042</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>149,464</u>	<u>2,410</u>	<u>590</u>	<u>(3)</u>	<u>5,522</u>	<u>(4,042)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	-
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>149,464</u>	<u>2,410</u>	<u>590</u>	<u>(3)</u>	<u>5,522</u>	<u>(4,042)</u>
<b>Fund balance, beginning of year</b>	16,098	(149,464)	3,000	(590)	1,005	2,082	4,107
<b>Fund balance, end of year</b>	<u>\$ 16,098</u>	<u>\$ -</u>	<u>\$ 5,410</u>	<u>\$ -</u>	<u>\$ 1,002</u>	<u>\$ 7,604</u>	<u>\$ 65</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Woodlawn Weed & Seed Year 5 764	Senior Center 817	Senior Center II 818	Medicare Outreach Program 819	Senior Health Insurance Prog 821	Senate Grant Senior Suttle 822	Senior Center City 824
<b>REVENUES:</b>							
Operating grants and contributions	\$ 41,224	\$ 194,177	\$ 33,100	\$ 9,573	\$ 10,000	\$ 5,000	\$ -
Capital grants and contributions	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>41,224</u>	<u>194,177</u>	<u>33,100</u>	<u>9,573</u>	<u>10,000</u>	<u>5,000</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Current:							
Legislative	-	-	-	-	-	-	-
Executive	40,639	194,177	33,100	9,573	10,000	5,000	120,000
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
<b>Total expenditures</b>	<u>40,639</u>	<u>194,177</u>	<u>33,100</u>	<u>9,573</u>	<u>10,000</u>	<u>5,000</u>	<u>120,000</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>585</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(120,000)</u>
<b>Other financing sources (uses):</b>							
Operating transfers from other funds	-	-	-	-	-	-	120,000
Operating transfers to other funds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>120,000</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>585</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, beginning of year</b>	<u>-</u>	<u>36,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 585</u>	<u>\$ 36,474</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Special Revenue Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Information Specialist 825	Senior Center Title III 828	Preserve America 845	Special Revenue Funds-City TOTALS
<b>REVENUES:</b>				
Operating grants and contributions	\$ 40,000	\$ 25,000	\$ -	\$ 2,760,101
Capital grants and contributions	-	-	-	-
Other revenue	-	-	-	3,235,640
<b>Total revenues</b>	<u>40,000</u>	<u>25,000</u>	<u>-</u>	<u>5,995,741</u>
<b>EXPENDITURES:</b>				
Current:				
Legislative	-	-	-	1,695,305
Executive	40,000	21,029	-	479,241
Planning	-	-	6,338	456,721
Public safety	-	-	-	2,840,004
Public works	-	-	-	229,653
<b>Total expenditures</b>	<u>40,000</u>	<u>21,029</u>	<u>6,338</u>	<u>5,700,924</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<u>-</u>	<u>3,971</u>	<u>(6,338)</u>	<u>294,817</u>
<b>Other financing sources (uses):</b>				
Operating transfers from other funds	-	-	-	169,013
Operating transfers to other funds	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>169,013</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<u>-</u>	<u>3,971</u>	<u>(6,338)</u>	<u>463,830</u>
<b>Fund balance, beginning of year</b>	<u>-</u>	<u>2,191</u>	<u>(1,109)</u>	<u>2,433,579</u>
<b>Fund balance, end of year</b>	<u>\$ -</u>	<u>\$ 6,162</u>	<u>\$ (7,447)</u>	<u>\$ 2,897,409</u>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - HUD Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Planning Department					
	CDBG Community Development 01	Home Program 02	Emergency Shelter 03	CDBG Public Service 04	Plaza Shops City 06	Visitors Center City 07
<b>ASSETS</b>						
Cash	\$ 164	\$ 555	\$ 25	\$ -	\$ 802	\$ 571
Intergovernmental receivables	97,451	1,057,798	115,845	75,368	-	-
Other receivables	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
<b>Total assets</b>	<b>97,615</b>	<b>1,058,353</b>	<b>115,870</b>	<b>75,368</b>	<b>802</b>	<b>571</b>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable	97,615		115,845	70,535	438	
Unearned revenue	-	1,057,798	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total liabilities</b>	<b>97,615</b>	<b>1,057,798</b>	<b>115,845</b>	<b>70,535</b>	<b>438</b>	<b>-</b>
<b>Fund balance</b>						
Unreserved	-	555	25	4,833	364	571
<b>Total fund balance</b>	<b>-</b>	<b>555</b>	<b>25</b>	<b>4,833</b>	<b>364</b>	<b>571</b>
<b>Total liabilities and fund balance</b>	<b>\$ 97,615</b>	<b>\$ 1,058,353</b>	<b>\$ 115,870</b>	<b>\$ 75,368</b>	<b>\$ 802</b>	<b>\$ 571</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - HUD Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<u>Redevelopment Agency</u>			
	<u>UDAG City 50</u>	<u>Cash Escrow 11</u>	<u>Lead Hazard 14</u>	<u>HUD Restricted Funds TOTALS</u>
<b>ASSETS</b>				
Cash	\$ 509,017	\$ 93,340	\$ 10,089	\$ 614,563
Intergovernmental receivables	-	-	-	1,346,462
Other receivables	227,319	-	-	227,319
Prepaid expenses	-	-	-	-
<b>Total assets</b>	<u>736,336</u>	<u>93,340</u>	<u>10,089</u>	<u>2,188,344</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>Liabilities</b>				
Accounts payable	1,855	-	-	286,288
Unearned revenue	-	-	-	1,057,798
Other liabilities	-	-	-	-
<b>Total liabilities</b>	<u>1,855</u>	<u>-</u>	<u>-</u>	<u>1,344,086</u>
<b>Fund balance</b>				
Unreserved	734,481	93,340	10,089	844,258
<b>Total fund balance</b>	<u>734,481</u>	<u>93,340</u>	<u>10,089</u>	<u>844,258</u>
<b>Total liabilities and fund balance</b>	<u>\$ 736,336</u>	<u>\$ 93,340</u>	<u>\$ 10,089</u>	<u>\$ 2,188,344</u>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - HUD Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Planning Department					
	CDBG Community Development 01	Home Program 02	Emergency Shelter 03	CDBG Public Service 04	Plaza Shops City 06	Visitors Center City 07
<b>REVENUES:</b>						
Intergovernmental	\$ 2,012,530	\$ 1,307,704	\$ 284,007	\$ 448,987	\$ -	\$ 22,500
Other	-	195,000	-	-	9,989	795
<b>Total revenues</b>	<b>2,012,530</b>	<b>1,502,704</b>	<b>284,007</b>	<b>448,987</b>	<b>9,989</b>	<b>23,295</b>
<b>EXPENDITURES:</b>						
Current:						
Legislative						
Planning	2,012,530	1,565,126	284,007	444,154	9,649	31,551
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Education						
<b>Total expenditures</b>	<b>2,012,530</b>	<b>1,565,126</b>	<b>284,007</b>	<b>444,154</b>	<b>9,649</b>	<b>31,551</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>(62,422)</b>	<b>-</b>	<b>4,833</b>	<b>340</b>	<b>(8,256)</b>
<b>Other financing sources (uses):</b>						
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>-</b>	<b>(62,422)</b>	<b>-</b>	<b>4,833</b>	<b>340</b>	<b>(8,256)</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>62,977</b>	<b>25</b>	<b>-</b>	<b>24</b>	<b>8,827</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ 555</b>	<b>\$ 25</b>	<b>\$ 4,833</b>	<b>\$ 364</b>	<b>\$ 571</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - HUD Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	<b>Redevelopment Agency</b>			
	<b>UDAG City 05</b>	<b>Cash Escrow 11</b>	<b>Lead Hazard 14</b>	<b>HUD Restricted Funds TOTALS</b>
<b>REVENUES:</b>				
Intergovernmental	\$ 472,575	\$ 326,331	\$ -	\$ 4,874,634
Other	-	-	-	205,784
<b>Total revenues</b>	<b>472,575</b>	<b>326,331</b>	<b>-</b>	<b>5,080,418</b>
<b>EXPENDITURES:</b>				
Current:				
Legislative				
Planning	105,116	359,313	-	4,811,446
Public safety	-	-	-	-
Public works	-	-	-	-
Education				
<b>Total expenditures</b>	<b>105,116</b>	<b>359,313</b>	<b>-</b>	<b>4,811,446</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>367,459</b>	<b>(32,982)</b>	<b>-</b>	<b>268,972</b>
<b>Other financing sources (uses):</b>				
Transfers from other funds	17,843	-	-	17,843
Transfers to other funds	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>17,843</b>	<b>-</b>	<b>-</b>	<b>17,843</b>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>	<b>385,302</b>	<b>(32,982)</b>	<b>-</b>	<b>286,815</b>
<b>Fund balances - unreserved beginning of year</b>	<b>349,179</b>	<b>126,322</b>	<b>10,089</b>	<b>557,443</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ 734,481</b>	<b>\$ 93,340</b>	<b>\$ 10,089</b>	<b>\$ 844,258</b>

(Concluded)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	RI Literacy & Drop Out Prevention 202	VSA Art Potter 203	21st Century Learning 204	Title I School Improvement 205	URI Ritter #4 10/06-9/07 206	Fresh Fruit & Veg. Program 207	JMW Legislative Grant 208
<b>ASSETS</b>							
Cash	\$ 314,405	\$ 7,902	\$ 224	\$ -	\$ (25,646)	\$ 17,993	\$ 5,773
Due from Federal and State Governments	-	-	11,606	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	10,400	14,922	-
<b>Total assets</b>	<b>314,405</b>	<b>7,902</b>	<b>11,830</b>	<b>-</b>	<b>(15,246)</b>	<b>32,915</b>	<b>5,773</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	34,604	-	11,830	-	-	-	4,972
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	270,105	7,902	-	-	-	32,915	1
Accrued salaries	9,696	-	-	-	-	-	800
<b>Total liabilities</b>	<b>314,405</b>	<b>7,902</b>	<b>11,830</b>	<b>-</b>	<b>-</b>	<b>32,915</b>	<b>5,773</b>
<b>Fund balances (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(15,246)</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 314,405</b>	<b>\$ 7,902</b>	<b>\$ 11,830</b>	<b>\$ -</b>	<b>\$ (15,246)</b>	<b>\$ 32,915</b>	<b>\$ 5,773</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	RI School Improve - Baldwin 209	PS&I Negot. Agreement 210	Dental Program Medical Reimb. 211	URI Riter #2 212	COZ Federal 213	Tital IV Drug Free School 214	Luke Charitable FDN 215
<b>ASSETS</b>							
Cash	\$ 409	\$ (88,196)	\$ 82,750	\$ (35,110)	\$ 1,682	\$ (38,980)	\$ -
Due from Federal and State Governments	-	-	-	-	-	39,016	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	265,675	-	1,954	(1,591)	-	-
<b>Total assets</b>	<u>409</u>	<u>177,479</u>	<u>82,750</u>	<u>(33,156)</u>	<u>91</u>	<u>36</u>	<u>-</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	155,472	-	-	-	36	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	409	-	82,750	-	-	-	-
Accrued salaries	-	22,007	-	-	91	-	-
<b>Total liabilities</b>	<u>409</u>	<u>177,479</u>	<u>82,750</u>	<u>-</u>	<u>91</u>	<u>36</u>	<u>-</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,156)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 409</u>	<u>\$ 177,479</u>	<u>\$ 82,750</u>	<u>\$ (33,156)</u>	<u>\$ 91</u>	<u>\$ 36</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Legis After School Fallon 216	UCOA Implementation 217	NE Dairy 218	Goff Comm. HBH fund 219	URI Ritter #1 Math 220	Perkins Law & Public Saft 221	Title III LEP 222
<b>ASSETS</b>							
Cash	\$ 1,317	\$ 8,389	\$ 11,753	\$ -	\$ (34,702)	\$ 3,959	\$ (68,111)
Due from Federal and State Governments	-	-	-	-	-	1,063	67,432
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
<b>Total assets</b>	<u>1,317</u>	<u>8,389</u>	<u>11,753</u>	<u>-</u>	<u>(34,702)</u>	<u>5,022</u>	<u>(679)</u>
 <b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	1,215	4,960	8,731	-	-	-	147
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	102	3,429	3,022	-	-	-	-
Accrued salaries	-	-	-	-	-	-	(826)
<b>Total liabilities</b>	<u>1,317</u>	<u>8,389</u>	<u>11,753</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(679)</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(34,702)</u>	<u>5,022</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 1,317</u>	<u>\$ 8,389</u>	<u>\$ 11,753</u>	<u>\$ -</u>	<u>\$ (34,702)</u>	<u>\$ 5,022</u>	<u>\$ (679)</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Perkins Travel & Tourism 223	Title I - Part A 224	Legislative After School - Varieur 226	IDEA Part B 227	Perkins - Shea 228	Perkins - Tolman 229
<b>ASSETS</b>						
Cash	\$ -	\$ (373,147)	\$ 2,284	\$ (28,336)	\$ (92)	\$ (745)
Due from Federal and State Governments	-	704,527	-	162,007	-	-
Due from other funds	-	-	-	-	-	-
Accounts receivable	-	-	-	-	92	2,267
<b>Total assets</b>	<b>-</b>	<b>331,380</b>	<b>2,284</b>	<b>133,671</b>	<b>-</b>	<b>1,522</b>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable	-	329,317	868	125,815	-	-
Due to other funds	-	-	-	-	-	-
Unearned revenues	-	-	1,416	-	-	-
Accrued salaries	-	2,063	-	7,856	-	-
<b>Total liabilities</b>	<b>-</b>	<b>331,380</b>	<b>2,284</b>	<b>133,671</b>	<b>-</b>	<b>-</b>
<b>Fund balances (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,522</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 331,380</b>	<b>\$ 2,284</b>	<b>\$ 133,671</b>	<b>\$ -</b>	<b>\$ 1,522</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Child Opportunity Zones 230	Adult/Ed Event Start 231	Title II - Professional Dev. 232	URI Ritter #4 Mentor 233	Phi Delta Kappa - Curvin 234	Goff Community School - United Way 235	ARRA E2T2-MCI 236
<b>ASSETS</b>							
Cash	\$ (30,609)	\$ (345,334)	\$ (232,856)	\$ (9,475)	\$ 3,660	\$ -	\$ -
Due from Federal and State Governments	31,471	353,911	238,601	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	11,063	-	-	-
<b>Total assets</b>	<b>862</b>	<b>8,577</b>	<b>5,745</b>	<b>1,588</b>	<b>3,660</b>	<b>-</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	614	6,826	3,199	4,514	-	-	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	-	-	-	(2,993)	-	-	-
Accrued salaries	248	1,751	2,546	-	3,660	-	-
<b>Total liabilities</b>	<b>862</b>	<b>8,577</b>	<b>5,745</b>	<b>1,521</b>	<b>3,660</b>	<b>-</b>	<b>-</b>
<b>Fund balances (deficit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ 862</b>	<b>\$ 8,577</b>	<b>\$ 5,745</b>	<b>\$ 1,588</b>	<b>\$ 3,660</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Home School Incentive 237	Perkins - JMW 238	URI Ritter #3 - Diversity 239	ARRA MCKINNEY- Vento HMLSS 240	Friends of Varieur 241	Kitchen Equipment Stimulus 242	RI School Improve - Curvin 243
<b>ASSETS</b>							
Cash	\$ -	\$ 1,126	\$ (33,025)	\$ (21,446)	\$ 804	\$ -	\$ -
Due from Federal and State Governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	750	27,137	21,446	-	2,835	-
<b>Total assets</b>	<b>-</b>	<b>1,876</b>	<b>(5,888)</b>	<b>-</b>	<b>804</b>	<b>2,835</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	-	-	-	2,835	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	-	11,135	-	-	804	-	-
Accrued salaries	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>11,135</b>	<b>-</b>	<b>-</b>	<b>804</b>	<b>2,835</b>	<b>-</b>
<b>Fund balances (deficit)</b>	<b>-</b>	<b>(9,259)</b>	<b>(5,888)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 1,876</b>	<b>\$ (5,888)</b>	<b>\$ -</b>	<b>\$ 804</b>	<b>\$ 2,835</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Get Up and Go Jenks 244	Tolman High Team Planning 245	RI Council on Arts - Tolman 246	Title I School Improve. 247	PSA Mott Study 248	Curtis Care After School Prog.- 249	RI Foundation JMW 250
<b>ASSETS</b>							
Cash	\$ -	\$ (85,500)	\$ 1,023	\$ 4,261	\$ 32,097	\$ (18,669)	\$ 4,322
Due from Federal and State Governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	85,500	-	234	-	19,342	-
<b>Total assets</b>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>4,495</u>	<u>32,097</u>	<u>673</u>	<u>4,322</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	-	11,364	29,571	673	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	-	-	1,023	(6,869)	-	-	4,322
Accrued salaries	-	-	-	-	2,526	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>4,495</u>	<u>32,097</u>	<u>673</u>	<u>4,322</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,023</u>	<u>\$ 4,495</u>	<u>\$ 32,097</u>	<u>\$ 673</u>	<u>\$ 4,322</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Perkins FY08 Gov/PSA - Shea 251	Carl D. Perkins 252	Project Opportunity 253	Johnson and Johnson 254	ARRA PL94-142 IDEA - Part B 255	Works Wonders Math - Curvin 257	JMW General Assembly Grant 258
<b>ASSETS</b>							
Cash	\$ 234	\$ (47,488)	\$ 1,003	\$ 1,355	\$ (319,803)	\$ 20	\$ (603)
Due from Federal and State Governments	-	-	-	-	403,046	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	2,482	66,485	43	-	-	-	(32)
<b>Total assets</b>	<u>2,716</u>	<u>18,997</u>	<u>1,046</u>	<u>1,355</u>	<u>83,243</u>	<u>20</u>	<u>(635)</u>
 <b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	22,869	-	236	82,943	-	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	-	(8,272)	-	1,119	-	20	(635)
Accrued salaries	-	4,400	-	-	300	-	-
<b>Total liabilities</b>	<u>-</u>	<u>18,997</u>	<u>-</u>	<u>1,355</u>	<u>83,243</u>	<u>20</u>	<u>(635)</u>
<b>Fund balances (deficit)</b>	<u>2,716</u>	<u>-</u>	<u>1,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 2,716</u>	<u>\$ 18,997</u>	<u>\$ 1,046</u>	<u>\$ 1,355</u>	<u>\$ 83,243</u>	<u>\$ 20</u>	<u>\$ (635)</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Lowe's Foundation - Potter 259	Reading Program - Fallon 260	Jenks Get Up & Go Program 261	RIF - Ready to Work 263	Risca Baldwin Art Grant 264	Verizon Foundation Think 265	Nickelodeon Potter Burns 266
<b>ASSETS</b>							
Cash	\$ 245	\$ -	\$ 3,000	\$ 1,612	\$ 158	\$ 51	\$ 620
Due from Federal and State Governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
<b>Total assets</b>	<u>245</u>	<u>-</u>	<u>3,000</u>	<u>1,612</u>	<u>158</u>	<u>51</u>	<u>620</u>
 <b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	-	-	158	-	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	245	-	3,000	1,612	-	-	620
Accrued salaries	-	-	-	-	-	51	-
<b>Total liabilities</b>	<u>245</u>	<u>-</u>	<u>3,000</u>	<u>1,612</u>	<u>158</u>	<u>51</u>	<u>620</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 245</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 1,612</u>	<u>\$ 158</u>	<u>\$ 51</u>	<u>\$ 620</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	URI Ritter #1 Math 9/08 267	Goff Comm. School Cox Charity 268	Nelle Mae Foundation - COZ 269	VSA Arts Curvin 270	Adult Visiting Program 271	RI Arts Association 272	21st Century Learning 273
<b>ASSETS</b>							
Cash	\$ (269)	\$ 9,841	\$ 57,121	\$ 801	\$ 2,338	\$ 499	\$ (52,738)
Due from Federal and State Governments	-	-	-	-	-	-	66,667
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	269	-	-	-	-	-	-
<b>Total assets</b>	<u>-</u>	<u>9,841</u>	<u>57,121</u>	<u>801</u>	<u>2,338</u>	<u>499</u>	<u>13,929</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	1,289	-	1,100	499	13,062
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	-	9,841	53,216	801	1,238	-	-
Accrued salaries	-	-	2,616	-	-	-	867
<b>Total liabilities</b>	<u>-</u>	<u>9,841</u>	<u>57,121</u>	<u>801</u>	<u>2,338</u>	<u>499</u>	<u>13,929</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ -</u>	<u>\$ 9,841</u>	<u>\$ 57,121</u>	<u>\$ 801</u>	<u>\$ 2,338</u>	<u>\$ 499</u>	<u>\$ 13,929</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Enhan Educ- Tech E2T2 FY06 275	21st Century Learning - Expansion 276	JMW Art Schl Legis Grant 277	RIDE Project Recruit 278	IDEA Sec. 619 279	ARRA Title I Part A 280
<b>ASSETS</b>						
Cash	\$ -	\$ (11,003)	\$ 250	\$ 19,219	\$ (17,333)	\$ (50,466)
Due from Federal and State Governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Accounts receivable	-	16,064	-	14,615	17,333	50,566
<b>Total assets</b>	<u>-</u>	<u>5,061</u>	<u>250</u>	<u>33,834</u>	<u>-</u>	<u>100</u>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable	-	4,869	-	44,014	-	100
Due to other funds	-	-	-	-	-	-
Unearned revenues	-	-	250	-	-	-
Accrued salaries	-	192	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>5,061</u>	<u>250</u>	<u>44,014</u>	<u>-</u>	<u>100</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,180)</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ -</u>	<u>\$ 5,061</u>	<u>\$ 250</u>	<u>\$ 33,834</u>	<u>\$ -</u>	<u>\$ 100</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Music Drives Us - Jenks 281	Evaluations of Safe Dates 282	Title IV 21st Century COH 283	Junior High Sports 284	Walmart Teacher of the Year - Goff 285	RI Learn & Serve 286	URI Ritter #5 Certified 287
<b>ASSETS</b>							
Cash	\$ 4	\$ 3,000	\$ (133,334)	\$ (9,760)	\$ 14	\$ (207)	\$ 135,980
Due from Federal and State Governments	-	-	140,045	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	(23,161)
<b>Total assets</b>	<u>4</u>	<u>3,000</u>	<u>6,711</u>	<u>(9,760)</u>	<u>14</u>	<u>(207)</u>	<u>112,819</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	5,177	-	-	2,446	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	4	3,000	-	(9,760)	14	(2,653)	23,893
Accrued salaries	-	-	1,534	-	-	-	-
<b>Total liabilities</b>	<u>4</u>	<u>3,000</u>	<u>6,711</u>	<u>(9,760)</u>	<u>14</u>	<u>(207)</u>	<u>23,893</u>
<b>Fund balances (deficit)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>88,926</u>
<b>Total liabilities and fund balances</b>	<u>\$ 4</u>	<u>\$ 3,000</u>	<u>\$ 6,711</u>	<u>\$ (9,760)</u>	<u>\$ 14</u>	<u>\$ (207)</u>	<u>\$ 112,819</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	JMW Kennedy Grant 288	Adult Ed - COZ 289	Legislative Start w/Arts 290	Homeland Security Grant 291	Cunningham Yellow Bus 292	ARRA Idea Preschool 293	PEASPS 294
<b>ASSETS</b>							
Cash	\$ (2,080)	\$ 13,335	\$ 5,428	\$ (1,840)	\$ 360	\$ (21,194)	\$ 1,910
Due from Federal and State Governments	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Accounts receivable	6,773	-	-	27,340	-	25,945	-
<b>Total assets</b>	<u>4,693</u>	<u>13,335</u>	<u>5,428</u>	<u>25,500</u>	<u>360</u>	<u>4,751</u>	<u>1,910</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	1,604	7,008	-	25,500	-	4,751	-
Due to other funds	-	-	-	-	-	-	-
Unearned revenues	3,089	4,474	5,428	-	360	-	1,910
Accrued salaries	-	1,853	-	-	-	-	-
<b>Total liabilities</b>	<u>4,693</u>	<u>13,335</u>	<u>5,428</u>	<u>25,500</u>	<u>360</u>	<u>4,751</u>	<u>1,910</u>
<b>Fund balances (deficit)</b>	-	-	-	-	-	-	-
<b>Total liabilities and fund balances</b>	<u>\$ 4,693</u>	<u>\$ 13,335</u>	<u>\$ 5,428</u>	<u>\$ 25,500</u>	<u>\$ 360</u>	<u>\$ 4,751</u>	<u>\$ 1,910</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

I-1

	Title I School Improvement 295	Pepsi Scholarship Fund 296	RI Council on Arts - Tolman 297	Legislative Grant Slater 298	Special Revenue Funds - School TOTAL
<b>ASSETS</b>					
Cash	\$ -	\$ 16,500	\$ 260	\$ 3,960	\$ (1,352,846)
Due from Federal and State Governments	-	-	-	-	2,219,392
Due from other funds	-	-	-	-	-
Accounts receivable	-	-	-	-	666,748
<b>Total assets</b>	<b>-</b>	<b>16,500</b>	<b>260</b>	<b>3,960</b>	<b>1,533,294</b>
<b>LIABILITIES AND FUND BALANCE</b>					
<b>Liabilities</b>					
Accounts payable	-	1,000	-	1,042	957,230
Due to other funds	-	-	-	-	-
Unearned revenues	-	15,500	-	2,918	520,705
Accrued salaries	-	-	-	-	64,231
<b>Total liabilities</b>	<b>-</b>	<b>16,500</b>	<b>-</b>	<b>3,960</b>	<b>1,542,166</b>
<b>Fund balances (deficit)</b>	<b>-</b>	<b>-</b>	<b>260</b>	<b>-</b>	<b>(8,872)</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 16,500</b>	<b>\$ 260</b>	<b>\$ 3,960</b>	<b>\$ 1,533,294</b>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	RI Literacy & Drop Out Prevention 202	VSA Art Potter 203	21st Century Learning 204	Title I School Improvement 205	URI Ritter #4 10/06-9/07 206	Fresh Fruit & Veg. Program 207	JMW Legislative Grant 208
<b>Revenues</b>							
Operating grants and contributions	\$ 1,136,394	\$ 1,600	\$ 132,807	\$ 333,636		\$ 157,268	\$ 8,470
<b>Total Revenues</b>	<u>1,136,394</u>	<u>1,600</u>	<u>132,807</u>	<u>333,636</u>	-	<u>157,268</u>	<u>8,470</u>
<b>Expenditures</b>							
Education	1,136,394	1,600	132,807	333,636	15,246	157,268	8,470
<b>Total expenditures</b>	<u>1,136,394</u>	<u>1,600</u>	<u>132,807</u>	<u>333,636</u>	<u>15,246</u>	<u>157,268</u>	<u>8,470</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	(15,246)	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (15,246)</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	RI School Improve - Baldwin 209	PS&I Negot. Agreement 210	Dental Program Medical Reimb. 211	URI Riter #2 212	COZ Federal 213	Tital IV Drug Free School 214	Luke Charitable FDN 215
<b>Revenues</b>							
Operating grants and contributions	\$ -	\$ 335,200	\$ -		\$ 5,000	\$ 95,387	\$ 5,000
<b>Total Revenues</b>	<u>-</u>	<u>335,200</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>95,387</u>	<u>5,000</u>
<b>Expenditures</b>							
Education	-	335,200	-	33,156	5,000	95,387	5,000
<b>Total expenditures</b>	<u>-</u>	<u>335,200</u>	<u>-</u>	<u>33,156</u>	<u>5,000</u>	<u>95,387</u>	<u>5,000</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	(33,156)	-	-	-
<b>Fund balances - unreserved beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (33,156)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Legis After School Fallon 216	UCOA Implementation 217	NE Dairy 218	Goff Comm. HBH fund 219	URI Ritter #1 Math 220	Perkins Law & Public Saft 221	Title III LEP 222
<b>Revenues</b>							
Operating grants and contributions	\$ 3,518	\$ 38,172	\$ 11,977			\$ 5,022	\$ 220,760
<b>Total Revenues</b>	<b>3,518</b>	<b>38,172</b>	<b>11,977</b>	-	-	<b>5,022</b>	<b>220,760</b>
<b>Expenditures</b>							
Education	3,518	38,172	11,977	-	34,702	-	220,760
<b>Total expenditures</b>	<b>3,518</b>	<b>38,172</b>	<b>11,977</b>	-	<b>34,702</b>	-	<b>220,760</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	(34,702)	5,022	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (34,702)</b>	<b>\$ 5,022</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Perkins Travel & Tourism 223	Title I - Part A 224	Legislative After School - Varieur 226	IDEA Part B 227	Perkins - Shea 228	Perkins - Tolman 229
<b>Revenues</b>						
Operating grants and contributions	\$ 2,191	\$ 4,508,275	\$ 3,800	\$ 2,385,003	\$ 2,659	\$ 5,306
<b>Total Revenues</b>	<b>2,191</b>	<b>4,508,275</b>	<b>3,800</b>	<b>2,385,003</b>	<b>2,659</b>	<b>5,306</b>
<b>Expenditures</b>						
Education	2,191	4,508,275	3,800	2,385,003	2,659	3,784
<b>Total expenditures</b>	<b>2,191</b>	<b>4,508,275</b>	<b>3,800</b>	<b>2,385,003</b>	<b>2,659</b>	<b>3,784</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	1,522
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,522</b>

(Continued)

**CITY OF PAWTUCKET**  
 Non-Major Governmental - School Restricted Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2010

	Child Opportunity Zones 230	Adult/Ed Event Start 231	Title II - Professional Dev. 232	URI Ritter #4 Mentor 233	Phi Delta Kappa - Curvin 234	Goff Community School - United Way 235	ARRA E2T2-MCI 236
<b>Revenues</b>							
Operating grants and contributions	\$ 18,000	\$ 353,911	\$ 818,449	\$ 14,122	\$ -		\$ 16,500
<b>Total Revenues</b>	<b>18,000</b>	<b>353,911</b>	<b>818,449</b>	<b>14,122</b>	<b>-</b>	<b>-</b>	<b>16,500</b>
<b>Expenditures</b>							
Education	18,000	353,911	818,449	14,055	-	-	16,500
<b>Total expenditures</b>	<b>18,000</b>	<b>353,911</b>	<b>818,449</b>	<b>14,055</b>	<b>-</b>	<b>-</b>	<b>16,500</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	67	-	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 67</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
 Non-Major Governmental - School Restricted Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2010

	Home School Incentive 237	Perkins - JMW 238	URI Ritter #3 - Diversity 239	ARRA MCKINNEY- Vento HMLSS 240	Friends of Varietur 241	Kitchen Equipment Stimulus 242	RI School Improve - Curvin 243
<b>Revenues</b>							
Operating grants and contributions	\$ 1,368	\$ -		\$ 21,446	\$ 1,156	\$ 34,264	\$ 5,770
<b>Total Revenues</b>	<b>1,368</b>	<b>-</b>	<b>-</b>	<b>21,446</b>	<b>1,156</b>	<b>34,264</b>	<b>5,770</b>
<b>Expenditures</b>							
Education	1,368	9,259	5,888	21,446	1,156	34,264	5,770
<b>Total expenditures</b>	<b>1,368</b>	<b>9,259</b>	<b>5,888</b>	<b>21,446</b>	<b>1,156</b>	<b>34,264</b>	<b>5,770</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>(9,259)</b>	<b>(5,888)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ (9,259)</b>	<b>\$ (5,888)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Get Up and Go Jenks 244	Tolman High Team Planning 245	RI Council on Arts - Tolman 246	Title I School Improve. 247	PSA Mott Study 248	Curtis Care After School Prog.- 249	RI Foundation JMW 250
<b>Revenues</b>							
Operating grants and contributions	\$ 2,168	\$ 85,500	\$ -	\$ 6,869	\$ 126,536	\$ 29,205	\$ 10,228
<b>Total Revenues</b>	<u>2,168</u>	<u>85,500</u>	<u>-</u>	<u>6,869</u>	<u>126,536</u>	<u>29,205</u>	<u>10,228</u>
<b>Expenditures</b>							
Education	2,168	85,500	-	6,869	126,536	29,205	10,228
<b>Total expenditures</b>	<u>2,168</u>	<u>85,500</u>	<u>-</u>	<u>6,869</u>	<u>126,536</u>	<u>29,205</u>	<u>10,228</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Perkins FY08 Gov/PSA - Shea 251	Carl D. Perkins 252	Project Opportunity 253	Johnson and Johnson 254	ARRA PL94-142 IDEA - Part B 255	Works Wonders Math - Curvin 257	JMW General Assembly Grant 258
<b>Revenues</b>							
Operating grants and contributions	\$ 5,782	\$ 74,756	\$ 1,046	\$ 381	\$ 1,589,399	\$ -	
<b>Total Revenues</b>	<b>5,782</b>	<b>74,756</b>	<b>1,046</b>	<b>381</b>	<b>1,589,399</b>	<b>-</b>	<b>-</b>
<b>Expenditures</b>							
Education	3,066	74,756	-	381	1,589,399	-	-
<b>Total expenditures</b>	<b>3,066</b>	<b>74,756</b>	<b>-</b>	<b>381</b>	<b>1,589,399</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>2,716</b>	<b>-</b>	<b>1,046</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ 2,716</b>	<b>\$ -</b>	<b>\$ 1,046</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Lowe's Foundation - Potter 259	Reading Program - Fallon 260	Jenks Get Up & Go Program 261	RIF - Ready to Work 263	Risca Baldwin Art Grant 264	Verizon Foundation Think 265	Nickelodeon Potter Burns 266
<b>Revenues</b>							
Operating grants and contributions	\$ -		\$ -	\$ 40,799	\$ 250	\$ 4,948	\$ -
<b>Total Revenues</b>	-	-	-	40,799	250	4,948	-
<b>Expenditures</b>							
Education	-	-	-	40,799	250	4,948	-
<b>Total expenditures</b>	-	-	-	40,799	250	4,948	-
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

**CITY OF PAWTUCKET**  
 Non-Major Governmental - School Restricted Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2010

	URI Ritter #1 Math 9/08 267	Goff Comm. School Cox Charity 268	Nellie Mae Foundation - COZ 269	VSA Arts Curvin 270	Adult Visiting Program 271	RI Arts Association 272	21st Century Learning 273
<b>Revenues</b>							
Operating grants and contributions		\$ -	\$ 52,095	\$ -	\$ 2,763	\$ 998	\$ 210,862
<b>Total Revenues</b>	-	-	52,095	-	2,763	998	210,862
<b>Expenditures</b>							
Education	-	-	52,095	-	2,763	998	210,862
<b>Total expenditures</b>	-	-	52,095	-	2,763	998	210,862
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Enhan Educ- Tech E2T2 FY06 275	21st Century Learning - Expansion 276	JMW Art Schi Legis Grant 277	RIDE Project Recruit 278	IDEA Sec. 619 279	ARRA Title I Part A 280
<b>Revenues</b>						
Operating grants and contributions	\$ 42,900	\$ 154,322	\$ -	\$ 96,162	\$ 94,592	\$ 1,236,919
<b>Total Revenues</b>	<b>42,900</b>	<b>154,322</b>	<b>-</b>	<b>96,162</b>	<b>94,592</b>	<b>1,236,919</b>
<b>Expenditures</b>						
Education	42,900	154,322	-	106,342	94,592	1,236,919
<b>Total expenditures</b>	<b>42,900</b>	<b>154,322</b>	<b>-</b>	<b>106,342</b>	<b>94,592</b>	<b>1,236,919</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(10,180)</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (10,180)</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
 Non-Major Governmental - School Restricted Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2010

	Music Drives Us - Jenks 281	Evaluations of Safe Dates 282	Title IV 21st Century COH 283	Junior High Sports 284	Walmart Teacher of the Year - Goff 285	RI Learn & Serve 286	URI Ritter #5 Certified 287
<b>Revenues</b>							
Operating grants and contributions	\$ -	\$ -	\$ 292,557	\$ 38,224	\$ -	\$ 11,907	\$ 90,857
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>292,557</u>	<u>38,224</u>	<u>-</u>	<u>11,907</u>	<u>90,857</u>
<b>Expenditures</b>							
Education	-	-	292,557	38,224	-	11,907	1,931
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>292,557</u>	<u>38,224</u>	<u>-</u>	<u>11,907</u>	<u>1,931</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	-	88,926
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 88,926</u>

(Continued)

**CITY OF PAWTUCKET**  
 Non-Major Governmental - School Restricted Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2010

	JMW Kennedy Grant 288	Adult Ed - COZ 289	Legislative Start w/Arts 290	Homeland Security Grant 291	Cunningham Yellow Bus 292	ARRA Idea Preschool 293	PEASPS 294
<b>Revenues</b>							
Operating grants and contributions	\$ 43,069	\$ 32,033	\$ -	\$ 42,623	\$ -	\$ 66,447	\$ -
<b>Total Revenues</b>	<u>43,069</u>	<u>32,033</u>	<u>-</u>	<u>42,623</u>	<u>-</u>	<u>66,447</u>	<u>-</u>
<b>Expenditures</b>							
Education	43,069	32,033	-	42,623	-	66,447	-
<b>Total expenditures</b>	<u>43,069</u>	<u>32,033</u>	<u>-</u>	<u>42,623</u>	<u>-</u>	<u>66,447</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved beginning of year</b>	-	-	-	-	-	-	-
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - School Restricted Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2010**

	Title I School Improvement 295	Pepsi Scholarship Fund 296	RI Council on Arts - Tolman 297	Legislative Grant Slater 298	Special Revenue Funds - School TOTAL
<b>Revenues</b>					
Operating grants and contributions	\$ 219,463	\$ 1,000	\$ -	\$ 2,582	\$ 15,392,673
<b>Total Revenues</b>	<u>219,463</u>	<u>1,000</u>	<u>-</u>	<u>2,582</u>	<u>15,392,673</u>
<b>Expenditures</b>					
Education	219,463	1,000	-	2,582	15,401,805
<b>Total expenditures</b>	<u>219,463</u>	<u>1,000</u>	<u>-</u>	<u>2,582</u>	<u>15,401,805</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	-	-	-	-	(9,132)
<b>Fund balances - unreserved beginning of year</b>	-	-	260	-	260
<b>Fund balances - unreserved end of year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ -</u>	<u>\$ (8,872)</u>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>Construction Bond 400</b>	<b>CH 44/51 2008 Streets 408</b>	<b>C41 PL48 Street &amp; Sidewalks 412</b>	<b>C393 PL00 Public Building 420</b>	<b>C253 PL04 City Hall Improvements 424</b>	<b>C34 L43 Public Building 426</b>	<b>C40 L06 Animal Shelter 427</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ 62,121	\$ 12,144	\$ 95,472	\$ -	\$ 192,229	\$ -
Accounts receivable	-	-	-	-	-	-	-
<b>Total assets</b>	<b>-</b>	<b>62,121</b>	<b>12,144</b>	<b>95,472</b>	<b>-</b>	<b>192,229</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	37,813	-	-	-	32,530	-
Accrued salaries	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>37,813</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32,530</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved	-	24,308	12,144	95,472	-	159,699	-
<b>Total fund balance</b>	<b>-</b>	<b>24,308</b>	<b>12,144</b>	<b>95,472</b>	<b>-</b>	<b>159,699</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ -</b>	<b>\$ 62,121</b>	<b>\$ 12,144</b>	<b>\$ 95,472</b>	<b>\$ -</b>	<b>\$ 192,229</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	C52 PL40 Recreation 430	C123 PL146 Recreation 435	C85 PL04 Recreation 439	C42 PL53 Sewer 451	C35 PL145 Sewer & Storm 452	C290 PL02 School Building 460	C2764 PL2004 Bond 461
<b>ASSETS</b>							
Cash and cash equivalents	\$ 300,000	\$ 212,751	\$ -	\$ 106,327	\$ 17,528	\$ 24,069	\$ 11,799
Accounts receivable	-	-	-	-	-	-	-
<b>Total assets</b>	<u>300,000</u>	<u>212,751</u>	<u>-</u>	<u>106,327</u>	<u>17,528</u>	<u>24,069</u>	<u>11,799</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	9,400	-	78,027	-	-	-
Accrued salaries	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>9,400</u>	<u>-</u>	<u>78,027</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>							
Unreserved	300,000	203,351	-	28,300	17,528	24,069	11,799
<b>Total fund balance</b>	<u>300,000</u>	<u>203,351</u>	<u>-</u>	<u>28,300</u>	<u>17,528</u>	<u>24,069</u>	<u>11,799</u>
<b>Total liabilities and fund balance</b>	<u>\$ 300,000</u>	<u>\$ 212,751</u>	<u>\$ -</u>	<u>\$ 106,327</u>	<u>\$ 17,528</u>	<u>\$ 24,069</u>	<u>\$ 11,799</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	<b>C38/49 L06 School Bldg 462</b>	<b>C270 PL426 School Bldg 466</b>	<b>C39 PL06 Traffic 472</b>	<b>C33 PL41 2008 Traffic 474</b>	<b>C35 PL45 2008 Bridges 478</b>	<b>C36 PL06 Bridges 487</b>	<b>RIDEM Land Acquisition 808</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 183,687	\$ 740,050	\$ 107,522	\$ 100,000	\$ 11,510	\$ -	\$ (3,500)
Accounts receivable	-	-	-	-	-	-	3,500
<b>Total assets</b>	<b>183,687</b>	<b>740,050</b>	<b>107,522</b>	<b>100,000</b>	<b>11,510</b>	<b>-</b>	<b>-</b>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	58,761	-	4,435	-	-	-	-
Accrued salaries	162	-	-	-	-	-	-
<b>Total liabilities</b>	<b>58,923</b>	<b>-</b>	<b>4,435</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE</b>							
Unreserved	124,764	740,050	103,087	100,000	11,510	-	-
<b>Total fund balance</b>	<b>124,764</b>	<b>740,050</b>	<b>103,087</b>	<b>100,000</b>	<b>11,510</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and fund balance</b>	<b>\$ 183,687</b>	<b>\$ 740,050</b>	<b>\$ 107,522</b>	<b>\$ 100,000</b>	<b>\$ 11,510</b>	<b>\$ -</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Newman Crosby Soccer Complex 812	Pawt / CF Save America's Treas. 832	State Preservation Grant 835	State Pier Twon Landing 841	Galego Court Soccer Field 844	Looff Carousel Improvement 846	Energy Effic. & Conserv BG 847
<b>ASSETS</b>							
Cash and cash equivalents	\$ 7,889	\$ -	\$ 125	\$ -	\$ 25,926	\$ (24,741)	\$ -
Accounts receivable	-	-	-	-	-	-	102,588
<b>Total assets</b>	<u>7,889</u>	<u>-</u>	<u>125</u>	<u>-</u>	<u>25,926</u>	<u>(24,741)</u>	<u>102,588</u>
<b>LIABILITIES AND FUND BALANCE</b>							
<b>Liabilities</b>							
Accounts payable	-	-	-	-	-	-	103,088
Accrued salaries	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,088</u>
<b>FUND BALANCE</b>							
Unreserved	7,889	-	125	-	25,926	(24,741)	(500)
<b>Total fund balance</b>	<u>7,889</u>	<u>-</u>	<u>125</u>	<u>-</u>	<u>25,926</u>	<u>(24,741)</u>	<u>(500)</u>
<b>Total liabilities and fund balance</b>	<u>\$ 7,889</u>	<u>\$ -</u>	<u>\$ 125</u>	<u>\$ -</u>	<u>\$ 25,926</u>	<u>\$ (24,741)</u>	<u>\$ 102,588</u>

(Continued)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Friendship Gardens Improv 849	State of RI EECBG 850	Lease FY 2005 895	Lease FY 2007 897	Lease FY 2009 899	Capital Projects Funds TOTALS
<b>ASSETS</b>						
Cash and cash equivalents	\$ 471	\$ -	\$ 1,246		\$ 39,979	\$ 2,224,604
Accounts receivable	-	-	-	-	-	106,088
<b>Total assets</b>	<u>471</u>	<u>-</u>	<u>1,246</u>	<u>-</u>	<u>39,979</u>	<u>2,330,692</u>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Accounts payable	808	-	-	-	-	324,862
Accrued salaries	-	-	-	-	-	162
<b>Total liabilities</b>	<u>808</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>325,024</u>
<b>FUND BALANCE</b>						
Unreserved	(337)	-	1,246	-	39,979	2,005,668
<b>Total fund balance</b>	<u>(337)</u>	<u>-</u>	<u>1,246</u>	<u>-</u>	<u>39,979</u>	<u>2,005,668</u>
<b>Total liabilities and fund balance</b>	<u>\$ 471</u>	<u>\$ -</u>	<u>\$ 1,246</u>	<u>\$ -</u>	<u>\$ 39,979</u>	<u>\$ 2,330,692</u>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	<b>Construction Bond 400</b>	<b>CH 44/51 2008 Streets 408</b>	<b>C41 PL48 Street &amp; Sidewalks 412</b>	<b>C393 PL00 Public Building 420</b>	<b>C253 PL04 City Hall Improvements 424</b>	<b>C34 L43 Public Building 426</b>	<b>C40 L06 Animal Shelter 427</b>
<b>REVENUES:</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	1,447	-	-	2,865
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,447</b>	<b>-</b>	<b>-</b>	<b>2,865</b>
<b>EXPENDITURES:</b>							
Legislative	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	40,800	-
Public works	-	475,692	16,021	-	1,447	149,501	-
Education	-	-	-	1,800	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>475,692</b>	<b>16,021</b>	<b>1,800</b>	<b>1,447</b>	<b>190,301</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>(475,692)</b>	<b>(16,021)</b>	<b>(353)</b>	<b>(1,447)</b>	<b>(190,301)</b>	<b>2,865</b>
<b>Other financing sources (uses):</b>							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-
Bond proceeds	-	500,000	-	-	-	350,000	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>500,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>350,000</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<b>-</b>	<b>24,308</b>	<b>(16,021)</b>	<b>(353)</b>	<b>(1,447)</b>	<b>159,699</b>	<b>2,865</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>-</b>	<b>28,165</b>	<b>95,825</b>	<b>1,447</b>	<b>-</b>	<b>(2,865)</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ -</b>	<b>\$ 24,308</b>	<b>\$ 12,144</b>	<b>\$ 95,472</b>	<b>\$ -</b>	<b>\$ 159,699</b>	<b>\$ -</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	<b>C52 PL40 Recreation 430</b>	<b>C123 PL146 Recreation 435</b>	<b>C85 PL04 Recreation 439</b>	<b>C42 PL53 Sewer 451</b>	<b>C35 PL145 Sewer &amp; Storm 452</b>	<b>C290 PL02 School Building 460</b>	<b>C2764 PL2004 Bond 461</b>
<b>REVENUES:</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	480	-	-	500	-	-
<b>Total revenues</b>	<b>-</b>	<b>480</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES:</b>							
Legislative	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	121,700	-	-	-
Education	-	156,828	6,865	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>156,828</b>	<b>6,865</b>	<b>121,700</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	<b>-</b>	<b>(156,348)</b>	<b>(6,865)</b>	<b>(121,700)</b>	<b>500</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-
Bond proceeds	300,000	-	-	150,000	-	-	-
<b>Total other financing sources (uses)</b>	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<b>300,000</b>	<b>(156,348)</b>	<b>(6,865)</b>	<b>28,300</b>	<b>500</b>	<b>-</b>	<b>-</b>
<b>Fund balances - unreserved beginning of year</b>	<b>-</b>	<b>359,699</b>	<b>6,865</b>	<b>-</b>	<b>17,028</b>	<b>24,069</b>	<b>11,799</b>
<b>Fund balances - unreserved end of year</b>	<b>\$ 300,000</b>	<b>\$ 203,351</b>	<b>\$ -</b>	<b>\$ 28,300</b>	<b>\$ 17,528</b>	<b>\$ 24,069</b>	<b>\$ 11,799</b>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	C38/49 L06 School Bldg 462	C270 PL426 School Bldg 466	C39 PL06 Traffic 472	C33 PL41 2008 Traffic 474	C35 PL45 2008 Bridges 478	C36 PL06 Bridges 487	RIDEM Land Acquisition 808
<b>REVENUES:</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	2,250	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,250</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>							
Legislative	-	-	-	-	-	-	-
Planning	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	25,078	-	90,740	28,512	-
Education	531,686	759,950	-	-	-	-	-
<b>Total expenditures</b>	<u>531,686</u>	<u>759,950</u>	<u>25,078</u>	<u>-</u>	<u>90,740</u>	<u>28,512</u>	<u>-</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	(531,686)	(759,950)	(25,078)	-	(88,490)	(28,512)	-
<b>Other financing sources (uses):</b>							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-
Bond proceeds	-	1,500,000	-	100,000	100,000	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>1,500,000</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<u>(531,686)</u>	<u>740,050</u>	<u>(25,078)</u>	<u>100,000</u>	<u>11,510</u>	<u>(28,512)</u>	<u>-</u>
<b>Fund balances - unreserved beginning of year</b>	656,450	-	128,165	-	-	28,512	-
<b>Fund balances - unreserved end of year</b>	<u>\$ 124,764</u>	<u>\$ 740,050</u>	<u>\$ 103,087</u>	<u>\$ 100,000</u>	<u>\$ 11,510</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Newman Crosby Soccer Complex 812	Pawt / CF Save America's Treas. 832	State Preservation Grant 835	State Pier Twon Landing 841	Galego Court Soccer Field 844	Looff Carousel Improvement 846	Energy Effic. & Conserv BG 847
<b>REVENUES:</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ 3,750	\$ -	\$ -	\$ 103,259
Other	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,750</u>	<u>-</u>	<u>-</u>	<u>103,259</u>
<b>EXPENDITURES:</b>							
Legislative	-	-	-	-	-	-	-
Planning	-	-	-	3,750	6,810	-	103,759
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Education	-	545	205	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>545</u>	<u>205</u>	<u>3,750</u>	<u>6,810</u>	<u>-</u>	<u>103,759</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	-	(545)	(205)	-	(6,810)	-	(500)
<b>Other financing sources (uses):</b>							
Transfers from other funds	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<u>-</u>	<u>(545)</u>	<u>(205)</u>	<u>-</u>	<u>(6,810)</u>	<u>-</u>	<u>(500)</u>
<b>Fund balances - unreserved beginning of year</b>	7,889	545	330	-	32,736	(24,741)	-
<b>Fund balances - unreserved end of year</b>	<u>\$ 7,889</u>	<u>\$ -</u>	<u>\$ 125</u>	<u>\$ -</u>	<u>\$ 25,926</u>	<u>\$ (24,741)</u>	<u>\$ (500)</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Capital Projects Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**June 30, 2010**

	Friendship Gardens Improv 849	State of RI EECBG 850	Lease FY 2005 895	Lease FY 2007 897	Lease FY 2009 899	Capital Projects Funds TOTALS
<b>REVENUES:</b>						
Intergovernmental	\$ -	\$ 22,315	\$ -	\$ -	\$ -	\$ 129,324
Other	10,000	-	-	-	42	17,584
<b>Total revenues</b>	<u>10,000</u>	<u>22,315</u>	<u>-</u>	<u>-</u>	<u>42</u>	<u>146,908</u>
<b>EXPENDITURES:</b>						
Legislative	-	-	-	-	-	-
Planning	10,337	22,315	-	-	-	146,971
Public safety	-	-	-	-	553,504	594,304
Public works	-	-	-	-	231,566	1,140,257
Education	-	-	-	-	-	1,457,879
<b>Total expenditures</b>	<u>10,337</u>	<u>22,315</u>	<u>-</u>	<u>-</u>	<u>785,070</u>	<u>3,339,411</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	(337)	-	-	-	(785,028)	(3,192,503)
<b>Other financing sources (uses):</b>						
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	(9,931)	(9,931)
Bond proceeds	-	-	-	-	-	3,000,000
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,931)</u>	<u>2,990,069</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<u>(337)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(794,959)</u>	<u>(202,434)</u>
<b>Fund balances - unreserved beginning of year</b>	-	-	1,246	-	834,938	2,208,102
<b>Fund balances - unreserved end of year</b>	<u>\$ (337)</u>	<u>\$ -</u>	<u>\$ 1,246</u>	<u>\$ -</u>	<u>\$ 39,979</u>	<u>\$ 2,005,668</u>

(Concluded)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Permanent Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Pawtucket Tercentennial 142	Library Zucker Trust 170	Library Little Acorn Trust 172	Library Caidin Trust 177	Library Quota Trust 178	Community Service Library 180
<b>ASSETS</b>						
Cash	\$ 5,808	\$ 18,393	\$ 333,515	\$ 30,227	\$ -	\$ 15,289
Investments	-	-	-	-	-	-
<b>Total assets</b>	<u>5,808</u>	<u>18,393</u>	<u>333,515</u>	<u>30,227</u>	<u>-</u>	<u>15,289</u>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Other	-	-	-	165	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>165</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>						
Reserved for perpetual care	-	-	-	-	-	-
Reserved for endowments	-	-	150,000	30,062	-	9,000
Unreserved	5,808	18,393	183,515	-	-	6,289
<b>Total fund balance</b>	<u>5,808</u>	<u>18,393</u>	<u>333,515</u>	<u>30,062</u>	<u>-</u>	<u>15,289</u>
<b>Total liabilities and fund balance</b>	<u>\$ 5,808</u>	<u>\$ 18,393</u>	<u>\$ 333,515</u>	<u>\$ 30,227</u>	<u>\$ -</u>	<u>\$ 15,289</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Permanent Funds**  
**Combining Balance Sheet**  
**June 30, 2010**

	Citizens Committee PPL 181	Gerald Burns Fund 194	Cemetery Perpetual Care 708	Cemetery Improvement 709	Leon Mathieu Donations 827	Permanent Funds TOTALS
<b>ASSETS</b>						
Cash	\$ 14,905	\$ 13,272	\$ 501,193	\$ 82,813	\$ 20,918	\$ 1,036,333
Investments	-	-	-	-	-	-
<b>Total assets</b>	<u>14,905</u>	<u>13,272</u>	<u>501,193</u>	<u>82,813</u>	<u>20,918</u>	<u>1,036,333</u>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>Liabilities</b>						
Other	-	-	2,895	-	7,091	10,151
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>2,895</u>	<u>-</u>	<u>7,091</u>	<u>10,151</u>
<b>FUND BALANCE</b>						
Reserved for perpetual care	-	-	400,000	50,000	-	450,000
Reserved for endowments	14,905	11,000	-	-	10,000	224,967
Unreserved	-	2,272	98,298	32,813	3,827	351,215
<b>Total fund balance</b>	<u>14,905</u>	<u>13,272</u>	<u>498,298</u>	<u>82,813</u>	<u>13,827</u>	<u>1,026,182</u>
<b>Total liabilities and fund balance</b>	<u>\$ 14,905</u>	<u>\$ 13,272</u>	<u>\$ 501,193</u>	<u>\$ 82,813</u>	<u>\$ 20,918</u>	<u>\$ 1,036,333</u>

(Concluded)



**CITY OF PAWTUCKET**  
**Non-Major Governmental - Permanent Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the year ended June 30, 2010**

	Pawtucket Tercentennial 142	Library Zucker Trust 170	Library Little Acom Trust 172	Library Caidin Trust 177	Library Quota Trust 178	Community Service Library 180
<b>REVENUES:</b>						
Investment income	\$ 608	\$ 898	\$ 28,850	\$ 3,808	\$ -	\$ 3,695
Charges for services	-	-	11,916	-	-	-
<b>Total revenues</b>	<u>608</u>	<u>898</u>	<u>40,766</u>	<u>3,808</u>	<u>-</u>	<u>3,695</u>
<b>EXPENDITURES:</b>						
Legislative	-	703	2,018	1,610	-	837
Planning	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Education	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>703</u>	<u>2,018</u>	<u>1,610</u>	<u>-</u>	<u>837</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	608	195	38,748	2,198	-	2,858
<b>Other financing sources (uses):</b>						
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<u>608</u>	<u>195</u>	<u>38,748</u>	<u>2,198</u>	<u>-</u>	<u>2,858</u>
<b>Fund balances - unreserved beginning of year</b>	5,200	18,198	294,767	27,864	-	12,431
<b>Fund balances - unreserved end of year</b>	<u>\$ 5,808</u>	<u>\$ 18,393</u>	<u>\$ 333,515</u>	<u>\$ 30,062</u>	<u>\$ -</u>	<u>\$ 15,289</u>

(Continued)

**CITY OF PAWTUCKET**  
**Non-Major Governmental - Permanent Funds**  
**Combining Statement of Revenues, Expenses and Changes in Fund Balances**  
**For the year ended June 30, 2010**

	Citizens Committee PPL 181	Gerald Burns Fund 194	Cemetery Perpetual Care 708	Cemetery Improvement 709	Leon Mathieu Donations 827	Permanent Funds TOTALS
<b>REVENUES:</b>						
Investment income	\$ 2,165	\$ 2,255	\$ 3,233	\$ 392	\$ -	\$ 45,904
Charges for services	-	-	7,175	7,025	5,312	31,428
<b>Total revenues</b>	<u>2,165</u>	<u>2,255</u>	<u>10,408</u>	<u>7,417</u>	<u>5,312</u>	<u>77,332</u>
<b>EXPENDITURES:</b>						
Legislative	-	75	-	-	13,629	18,872
Planning	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	8,629	-	-	8,629
Education	-	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>75</u>	<u>8,629</u>	<u>-</u>	<u>13,629</u>	<u>27,501</u>
<b>Excess (deficiency) of revenues over (under) expenditures before other financing sources (uses)</b>	2,165	2,180	1,779	7,417	(8,317)	49,831
<b>Other financing sources (uses):</b>						
Transfers from other funds	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues and other sources over (under) expenditures</b>	<u>2,165</u>	<u>2,180</u>	<u>1,779</u>	<u>7,417</u>	<u>(8,317)</u>	<u>49,831</u>
<b>Fund balances - unreserved beginning of year</b>	12,740	11,092	496,519	75,396	22,144	976,351
<b>Fund balances - unreserved end of year</b>	<u>\$ 14,905</u>	<u>\$ 13,272</u>	<u>\$ 498,298</u>	<u>\$ 82,813</u>	<u>\$ 13,827</u>	<u>\$ 1,026,182</u>

(Concluded)

**City of Pawtucket**

**Statement of Changes in Assets and Liabilities  
Agency Funds  
Year ended June 30, 2010**

	Beginning Balance <u>July 01, 2009</u>	<u>Additions</u>	<u>Deductions</u>	Ending Balance <u>June 30, 2010</u>
<b><u>SCHOOL ACTIVITY FUNDS</u></b>				
<i>Assets</i>				
Cash	\$ 262,955	\$ 692,397	\$ 604,010	\$ 351,342
<i>Liabilities</i>				
Due to student groups	\$ 262,955	\$ 692,397	\$ 604,010	\$ 351,342

**STATISTICAL SECTION**

**CITY OF PAWTUCKET  
TAX COLLECTOR'S ANNUAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**REAL ESTATE, MOTOR VEHICLE, AND PERSONAL PROPERTY TAXES**

Tax Roll Year	Balance 7/1/09	Current Year Assessment	Supplements	Adjustments	Amount to be Collected	Collections	Adjustments to Tax Due	Balance 6/30/10
2009	\$ -	\$ 88,299,368	\$ 379,012	\$ (9,408)	\$ 88,668,972	\$ (84,347,463)	\$ (836,715)	\$ 3,484,794
2008	3,215,460			121,171	3,336,631	(2,205,628)	(57,914)	1,073,089
2007	1,023,693			(14,026)	1,009,667	(263,499)	(32,332)	713,836
2006	560,371		417	251	561,039	(41,312)	(15,190)	504,537
2005	564,102		376	1,011	565,489	(18,632)	(20,211)	526,646
2004	620,065			1,404	621,469	(17,919)	(15,245)	588,305
2003	632,566				632,566	(22,383)	(9,362)	600,821
2002	500,706		4	4,110	504,820	(13,691)	(5,766)	485,363
2001	477,453			1,119	478,572	(12,306)	(3,714)	462,552
2000	487,615			1,591	489,206	(11,892)	(476,286)	1,028
	<u>\$ 8,082,031</u>	<u>\$ 88,299,368</u>	<u>\$ 379,809</u>	<u>\$ 107,223</u>	<u>\$ 96,868,431</u>	<u>\$ (86,954,725)</u>	<u>\$ (1,472,735)</u>	<u>\$ 8,440,971</u>

**SCHEDULE OF NET ASSESSED PROPERTY  
VALUE BY CATEGORY**

Description of Property	Valuations		Levy
	December 31, 2008	July 1, 2009	July 1, 2009
Real property	\$ 4,130,491,900	\$ 4,130,491,900	76,759,299
Motor vehicles	105,491,888	105,491,888	5,622,734
Tangible	147,428,495	147,428,495	5,917,335
<b>Total</b>	<b>4,383,412,283</b>	<b>4,383,412,283</b>	<b>88,299,368</b>
Exemptions	(168,698,931)	(168,698,931)	-
<b>Net assessed value</b>	<b>\$ 4,214,713,352</b>	<b>\$ 4,214,713,352</b>	

**RECONCILIATION OF CURRENT YEAR  
PROPERTY TAX REVENUE**

Current year collections	\$ 86,954,725
Reserve collected within 60 days subsequent to fiscal year 2010	378,715
	<u>\$ 87,333,440</u>
Prior year revenue received in current year	(617,682)
Current year property tax revenue	<u>\$ 86,715,758</u>

City of Pawtucket  
Long Term Debt - Governmental and Business Activity  
June 30, 2010

	Date of Issuance	Interest Rate	Date of Maturity	Authorized	Outstanding June 30, 2009	Additions	Maturities During the Year	Outstanding June 30, 2010	Interest Paid
<b>General Obligation Bonds Payable</b>									
School & Public Improvement Refunding Bond	10/15/2002	2% - 4%	4/15/2014	\$ 8,892,387	\$ 4,135,542		771,772	\$ 3,363,770	\$ 152,328
School & Public Improvement Bond	7/1/2001	4% - 6%	7/1/2021	11,395,000	7,332,200		580,400	6,751,800	324,086
School & Public Improvement Refunding Bond	11/1/1998	3.3% - 4.4%	9/15/2010	5,980,482	1,115,800		545,945	569,855	36,811
School & Public Improvement Bond	7/1/1998	4.27% - 6.75%	7/1/2018	12,070,000	7,588,266		593,214	6,975,052	358,892
School & Public Improvement Bond	7/1/2005	3.25% - 5%	7/1/2025	13,300,000	12,010,000		470,000	11,540,000	483,719
School Bond	6/27/2006	4% - 5%	4/1/2010	1,500,000	1,345,000		55,000	1,290,000	62,075
School & Public Improvement Bond	7/1/2009	2% - 4.75%	7/15/2029	8,200,000		8,200,000		8,200,000	160,068
School & Public Improvement Bond	6/15/2009	2.5% - 6.25%	4/1/2029	6,000,000		6,000,000	170,000	5,830,000	263,651
<b>Total General Obligation Bond Payable</b>				<b>67,337,869</b>	<b>33,506,808</b>	<b>14,200,000</b>	<b>3,186,331</b>	<b>44,520,477</b>	<b>1,841,630</b>
<b>Notes Payable, Bond Premiums, Capital Leases, Compensated absences</b>									
Bond Premiums				N/A	429,007		199,811	229,196	
Bond Anticipation Notes	7/24/2008	3.75% - 4.5%	7/23/2009	11,200,000	11,200,000		11,200,000	-	
Capital Leases				N/A	7,327,923		1,106,527	6,221,396	307,853
<b>Total Notes Payable</b>				<b>11,200,000</b>	<b>18,956,930</b>	<b>-</b>	<b>12,506,338</b>	<b>6,450,592</b>	<b>307,853</b>
<b>Total Governmental Activities Long-term Obligations</b>				<b>\$ 78,537,869</b>	<b>\$ 52,463,738</b>	<b>\$ 14,200,000</b>	<b>\$ 15,692,669</b>	<b>50,971,069</b>	<b>\$ 2,149,484</b>
<b>Business-type Activities</b>									
<b>Bonds, Notes and Loans Payable:</b>									
<b>Water Fund:</b>									
Water Debt Refunding Bond	10/15/2002	2.0% - 4.0%	4/15/2004	267,613	124,457		23,226	101,231	4,372
Water System Improvement Bond	7/1/2001	4.0% - 6.0%	7/1/2021	385,000	247,800		19,600	228,200	10,954
Water Debt Refunding Bond	11/1/1998	3.3% - 4.4%	9/15/2010	1,579,518	284,200		139,055	145,145	9,376
Water System Improvement Bond	7/1/1998	4.27% - 6.75%	7/1/2018	545,000	341,734		26,766	314,948	16,205
RI Clean Water Financing Agency Bonds	12/17/2003	5.00%	9/1/2035	19,340,000	19,340,000			19,340,000	967,000
RI Clean Water Financing Agency Bonds	12/17/2003	6.00%	9/1/2035	7,655,000	7,655,000			7,655,000	459,300
RI Clean Water Financing Agency Bonds	3/11/2004	2.0% - 5.0%	9/1/2024	41,875,000	38,371,000		1,938,000	36,433,000	984,196
RI Clean Water Financing Agency Bonds	3/23/2005	2.0% - 5.0%	9/1/2027	31,909,000	30,736,000		1,202,000	29,534,000	886,261
RI Clean Water Financing Agency Bonds	11/19/2009	.86-4.72%	9/1/2030	5,935,000	-	5,935,000		5,935,000	3,802
RI Clean Water Financing Agency Bonds	12/7/2009	0.83%	12/6/2010	1,700,000	-	1,700,000		1,700,000	
<b>Total Water Fund</b>				<b>111,191,131</b>	<b>97,100,191</b>	<b>7,635,000</b>	<b>3,348,667</b>	<b>101,366,524</b>	<b>3,341,466</b>
<b>175 Main Street:</b>									
Note Payable		6.75%		1,800,000	1,219,110		105,753	1,113,357	38,046
<b>Total 175 Main Street</b>				<b>1,800,000</b>	<b>1,219,110</b>	<b>-</b>	<b>105,753</b>	<b>1,113,357</b>	<b>38,046</b>
<b>Other Liabilities</b>									
<b>Water Fund:</b>									
Deferred loss refundings					(1,010,102)		(236,088)	(774,014)	
Bond Premiums					373,118		13,820	359,298	
Capital Leases	12/28/2007	3.66%	12/28/1010	418,272	283,842		139,365	144,477	10,417
<b>Total Other Liabilities</b>				<b>418,272</b>	<b>(353,142)</b>	<b>-</b>	<b>(82,903)</b>	<b>(270,239)</b>	<b>10,417</b>
<b>Total Business-type Activities Long Term Obligations</b>				<b>113,409,403</b>	<b>97,966,159</b>	<b>7,635,000</b>	<b>3,371,517</b>	<b>102,229,642</b>	<b>3,389,929</b>
<b>Total Bond, Notes and Capital Leases</b>				<b>191,947,272</b>	<b>150,429,897</b>	<b>21,835,000</b>	<b>19,064,186</b>	<b>153,200,711</b>	<b>5,539,413</b>
<b>Accrued Expenses</b>									
Compensated absences					8,927,810	384,163	850,000	8,461,973	
Net OPEB obligation					40,390,667	11,543,890		51,934,557	
Net pension obligation					75,863,457	2,195,107		78,058,564	
<b>Total Accrued Expense</b>					<b>125,181,934</b>	<b>14,123,160</b>	<b>850,000</b>	<b>138,455,094</b>	<b>-</b>
<b>Total Long-term Liabilities</b>					<b>\$ 275,611,831</b>	<b>\$ 35,958,160</b>	<b>\$ 19,914,186</b>	<b>\$ 291,655,805</b>	<b>\$ 5,539,413</b>

**CITY OF PAWTUCKET, RHODE ISLAND  
SCHEDULE OF DEBT SERVICE REQUIREMENTS  
TO MATURITY - GOVERNMENT ACTIVITIES  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

<b>Fiscal Year Ended June 30,</b>	<b>Percentage to Maturity</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2011	8.10%	\$ 3,608,070	\$ 1,924,289	\$ 5,532,359
2012	15.15%	3,135,973	1,795,313	4,931,286
2013	7.29%	3,243,368	1,673,294	4,916,662
2014	29.97%	3,355,982	1,539,275	4,895,257
2015	35.73%	2,565,622	1,393,433	3,959,055
2016	41.68%	2,648,894	1,275,202	3,924,096
2017	47.87%	2,751,950	1,151,332	3,903,282
2018	54.23%	2,835,490	1,025,337	3,860,827
2019	60.79%	2,919,128	892,788	3,811,916
2020-2030	100.00%	17,456,000	3,858,980	21,314,980
		<u>\$ 44,520,477</u>	<u>\$ 16,529,243</u>	<u>\$ 61,049,720</u>

**CITY OF PAWTUCKET, RHODE ISLAND  
SCHEDULE OF DEBT SERVICE REQUIREMENTS  
TO MATURITY - BUSINESS-TYPE ACTIVITIES  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010**

<b>Fiscal Year Ended June 30,</b>	<b>Percentage to Maturity</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>
2011	5.11%	\$ 5,235,683	\$ 3,367,693	\$ 8,603,376
2012	8.71%	3,689,780	3,361,782	7,051,562
2013	12.40%	3,781,385	3,283,333	7,064,718
2014	16.18%	3,881,773	3,193,655	7,075,428
2015	20.05%	3,964,131	3,096,556	7,060,687
2016-2020	41.23%	21,711,129	13,799,380	35,510,509
2021-2025	65.34%	24,714,000	10,420,971	35,134,971
2026-2030	83.36%	18,467,000	6,321,442	24,788,442
2031-2035	96.92%	13,900,000	2,699,723	16,599,723
2036-2040	100%	3,155,000	83,500	3,238,500
		<u>\$ 102,499,881</u>	<u>\$ 49,628,035</u>	<u>\$ 152,127,916</u>



**CITY OF PAWTUCKET, RHODE ISLAND  
COMPUTATION OF LEGAL DEBT MARGIN  
JUNE 30, 2010**

Gross assessed value	\$	4,383,412,283
Less: exempt property		(168,698,931)
<b>Total taxable assessed value</b>	<b>\$</b>	<b>4,214,713,352</b>
Debt Limit - 3 percent of total assessed value	\$	126,441,401
<i>Amount of debt applicable to debt limit:</i>		
Total bonded debt		(44,520,477)
<b>Legal debt margin</b>	<b>\$</b>	<b>81,920,924</b>

**SINGLE AUDIT SECTION**

**CITY OF PAWTUCKET**

**SCHEDULE OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010**

<b>Federal Grantor</b> <b>Pass-Through Grantor</b> <b>Program title</b>	<b>Federal</b> <b>CFDA</b> <b>Number</b>	<b>Pass-Through</b> <b>Grantor's</b> <b>Number</b>	<b>Expenditures</b>
<b>U.S. Department of Agriculture</b>			
<b>Passed through State of RI Department of Education</b>			
National School Lunch Program	10.555	N/A	\$ 586,425
National School Breakfast Program	10.553	N/A	2,795,300
State Administrative Expenses for Child Nutrition	10.561	N/A	50,994
ARRA Kitchen Equipment Stimulus	10.579	N/A	31,429
<b>Total U.S. Department of Agriculture</b>			<b>3,464,148</b>
<b>U.S. Department of Housing and Urban Development</b>			
<b>Direct Program</b>			
Community Development Block Grant/Entitlements Grant	14.218	B-09-MC-44-0002	2,012,530
Emergency Shelter Grants Program	14.231	S-09-MC-44-0002	284,007
Home Investment Partnerships Program	14.239	M-09-MC-44-0002	1,502,704
<b>Total U.S. Department of Housing and Urban Development</b>			<b>3,799,241</b>
<b>U.S. Department of the Interior</b>			
<b>Passed through State of RI Department of Environmental management</b>			
Save America's Treasures	15.929	Various	545
<b>Total U.S. Department of the Interior</b>			<b>545</b>
<b>U.S. Department of Justice</b>			
<b>Direct Programs</b>			
Local Law Enforcement Block Grant Program	16.592	2004-LB-BX-0301	25,388
Community Capacity Development Office	16.595	Various	46,160
<b>Passed through State of RI Governor's Justice Commission</b>			
Juvenile Accountability Block Grants	16.523	2003-JB-VX-0044	100
Juvenile Justice and Delinquency Prevention	16.548	05-TV03	53,818
Edward Byrne Memorial State and Local Law Enforcement Assistance	16.580	04-454-MJO-A	5,947
<b>Total U.S. Department of Justice</b>			<b>131,413</b>
<b>U.S. Department of Transportation</b>			
<b>Passed through State of RI Department of Transportation</b>			
Highway Safety Grant DWI		09-AL 164	8,823
<b>Total U.S. Department of Transportation</b>			<b>8,823</b>

(CONTINUED)

**CITY OF PAWTUCKET**

**SCHEDULE OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010**

<b>Federal Grantor Pass-Through Grantor Program title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through Grantor's Number</b>	<b>Expenditures</b>
<b>U.S. Department of Education</b>			
<b>Passed through State of RI Department of Education</b>			
Adult Basic Education	84.002a	N/A	\$ 4,822
Title I *	84.010A	Various	5,066,363
School Improvement Grants - Title I *	84.010a	1420-51400-850	219,463
Title I - ARRA *	84.389	4572-10102-001	1,236,919
Perkins	84.048A	Various	89,679
PL 94-142 IDEA Part B *	84.027A	2725-13202-001	2,382,696
PL 94-142 IDEA Part B - ARRA *	84.391	4572-10202-001	1,590,114
Preschool Section 619 *	84.173A	2725-13502-001	94,592
Preschool Section 619 - ARRA *	84.392	4572-10802-001	66,447
Title IV - Drug free Schools	84.186A	2725-12602-001	95,391
Fund for the Improvement of Education	84.215K	U215K080240	43,195
Twenty-First Century Community Learning Centers	84.287C	2725-16602-010	132,807
Twenty-First Century Community Learning Centers	84.287C	2725-16602-040	292,557
Twenty-First Century Community Learning Centers	84.287C	2725-16602-030	154,322
Twenty-First Century Community Learning Centers	84.287C	2725-16602-050	210,862
E2T2	84.318X	1420-53600-930	42,900
E2T2 - ARRA	84.318X	4572-10702-030	16,500
Teacher Quality Partnership Grants	84.336B	N/A	101,477
English Language Acquisitions Grants	84.365A	2725-16502-001	219,987
Title II - Improving Teacher Quality Grants	84.367A	2725-16402-001	848,449
School Improvement Grants - Title I	84.377A	1420-51600-950	333,171
School Improvement Grants - Title I	84.377A	N/A	6,869
ARRA McKinney-Vento	84.387	4572-10402-001	21,446
ARRA State Fiscal Stabilization Grant *	84.394	4572-10502-001	4,584,707
<b>Total U.S. Department of Education</b>			<b>17,855,735</b>
<b>U.S. Department of Health and Human Services</b>			
<b>Direct Programs</b>			
Department of Elderly Affairs	93.044	2009-21201032-340	21,029
<b>Passed through State of RI Department of Mental Health</b>			
Block Grants for Prevention and Treatment of Substance Abuse	93.959	N/A	85,325
<b>Total U.S. Department of Health and Human Services</b>			<b>106,354</b>
<b>Corporation for National and Community Service</b>			
<b>Passed through State of RI Department of Education</b>			
Learn & Serve America - School and Community Based Program	94.004	Various	11,907
<b>Total Corporation for National and Community Service</b>			<b>11,907</b>
<b>U.S. Department of Homeland Security</b>			
<b>Passed through State of RI Emergency Management Agency</b>			
State and Local Homeland Security Training Program	97.005	N/A	3,710
Assistance to Firefighters Grant	97.044	EMW-2005-fo-03164	29,811
Homeland Security Grant Program	97.067	Various	87,796
March 2010 Flood disaster	97.053	007-54640-00	20,161
<b>Total U.S. Department of Homeland Security</b>			<b>141,478</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 25,519,644</b>

\* - denotes major program

(CONCLUDED)

## **City of Pawtucket, Rhode Island**

### **Notes to Schedule of Expenditures of Federal Awards June 30, 2010**

#### **1. General**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the City of Pawtucket. All federal awards received from federal agencies are included on the Schedule.

#### **2. Basis of Accounting**

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting.

#### **3. Determination of Major Programs**

The determination of major federal awards programs was based upon the overall level of expenditures for all federal programs for the City of Pawtucket. As such, the threshold for determining Type A and Type B programs are defined as those with program expenditures greater than \$300,000 or 3 percent of total expenditures when the total expenditures are over \$10,000,000. The Town had eight programs with expenditures greater than \$765,589. For the fiscal year ended June 30, 2010, Public Law 94-142, Public Law 94-142 – ARRA, Title I, Title I – ARRA, Preschool Services, Preschool Services – ARRA, and Federal Stabilization Grant were the major programs of the City of Pawtucket.

**REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

To the Honorable President and  
Members of City Council  
City of Pawtucket  
Pawtucket, Rhode Island

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Pawtucket, Rhode Island as of and for the year ended June 30, 2010, which collectively comprise The City of Pawtucket's basic financial statements and have issued our report thereon dated December 23, 2010. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Pawtucket's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Pawtucket, Rhode Island's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Pawtucket's internal control over financial reporting.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as described above.

## Compliance and Other Matters

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

This report is intended solely for the information and use of the City Council, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Blair. PC*

Providence, Rhode Island  
December 23, 2010

**REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable President and  
Members of City Council  
City of Pawtucket  
Pawtucket, Rhode Island

Compliance

We have audited the compliance of the City of Pawtucket, Rhode Island with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. The City of Pawtucket's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the City of Pawtucket's management. Our responsibility is to express an opinion on the City of Pawtucket's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal programs occurred. An audit includes examining, on a test basis, evidence about the City of Pawtucket's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City of Pawtucket's compliance with those requirements.

In our opinion, the City of Pawtucket complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the City of Pawtucket is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City of Pawtucket's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance



Internal Control Over Compliance (Continued)

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the City Council, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Blair, PC*

Providence, Rhode Island  
December 23, 2010

# City of Pawtucket, Rhode Island

## Schedule of Findings and Questioned Costs Year Ended June 30, 2010

### A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expressed an unqualified opinion on the financial statements of the City of Pawtucket.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's report.
3. No instances of noncompliance material to the financial statements of the City of Pawtucket were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award program were reported.
5. The auditor's report on compliance for the major federal award program for the City of Pawtucket expresses an unqualified opinion.
6. There were no audit findings relative to the major federal award program from the City of Pawtucket.

7. The program tested as the major programs include:

Public Law 94-142.....	84.367
Public Law 94-142 - ARRA.....	84.391
Title I.....	84.010
Title I - ARRA.....	84.379
Preschool Services.....	84.173
Preschool Services - ARRA.....	84.392
Federal Stabilization Grant.....	84.394

8. The threshold for distinguishing Type A and B programs is described in Note 3 to the Schedule of Expenditures of Federal Awards.
9. The City of Pawtucket qualified as a low-risk auditee for the year ended June 30, 2010.

### B. FINDINGS -- RELATED TO AUDIT OF FINANCIAL STATEMENTS

***Current Year Findings:***

None noted.

***Prior Year Findings:***

None noted.

### C. FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS

***Current Year Findings:***

None noted.