

ALBION FIRE DISTRICT
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED
OCTOBER 31, 2018
WITH
INDEPENDENT ACCOUNTANT'S COMPILATION
REPORT



ALBION FIRE DISTRICT

YEAR ENDED OCTOBER 31, 2018

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ALBION FIRE DISTRICT

FINANCIAL SECTION

Robert J. Civetti, CPA, LLC.

Accounting & Tax Preparation Services

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Commissioners
Albion Fire District
Lincoln, Rhode Island

Management is responsible for the accompanying financial statements of the governmental activities and each major fund of the Albion Fire District of Lincoln, Rhode Island, as of and for the year ended October 31, 2018, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Additionally, accounting principles generally accepted in the United States of America requires that the net pension assets, liabilities, and the various components related to the net pension asset and liabilities be reported utilizing a measurement date that is no earlier than the end of the prior fiscal year. However, the District participates in the retirement plans administered by the Employees Retirement System of Rhode Island and as such, the measurement date utilized by those plans was June 30, 2017, which is earlier than the District's prior fiscal year end. The amount by which this departure would affect the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, and expenses of the Governmental Activities has not been determined.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the required schedules related to pension plans, on Pages 10 through 16, be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. This information was subject to our compilation engagement, however, we have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Management has omitted the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Robert J. Civetti, CPA, LLC

Johnston, Rhode Island
April 9, 2019

ALBION FIRE DISTRICT

BASIC FINANCIAL STATEMENTS

ALBION FIRE DISTRICTSTATEMENT OF NET POSITION
OCTOBER 31, 2018

	<u>Governmental Activities</u>
ASSETS:	
<i>Current Assets:</i>	
Cash and cash equivalents	\$ 208,362
Receivables:	
Taxes, net of allowance	88,968
Accident billings, net of allowance	2,180
Other	4,353
Total Current Assets	<u>303,863</u>
<i>Noncurrent Assets:</i>	
Net pension asset	47,409
Capital assets not being depreciated	32,000
Capital assets, net	1,399,239
Total Noncurrent Assets	<u>1,478,648</u>
TOTAL ASSETS	<u>1,782,511</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Pension contributions made after the measurement date	64,553
Difference between projected and actual earnings on pension plans	12,310
Change in assumptions for pension plans	77,481
Difference between estimated and actual experience on pension plans	45,573
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>199,917</u>
LIABILITIES:	
<i>Current Liabilities:</i>	
Accounts payable	24,163
Accrued interest	24,800
Current portion of long-term debt	67,264
Current portion of compensated absences	25,000
Total Current Liabilities	<u>141,227</u>
<i>Noncurrent Liabilities:</i>	
Net pension liability	456,310
Bond and note payable obligations	1,007,139
Compensated absences	69,300
Total Noncurrent Liabilities	<u>1,532,749</u>
TOTAL LIABILITIES	<u>1,673,976</u>
DEFERRED INFLOWS OF RESOURCES:	
Difference between estimates and actual experience	67,118
Change in assumptions for pension plans	7,312
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>74,430</u>
NET POSITION:	
Net investment in capital assets	356,836
Restricted for fire prevention and education	5,955
Unrestricted	(128,769)
TOTAL NET POSITION	<u>\$ 234,022</u>

SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

ALBION FIRE DISTRICT

STATEMENT OF ACTIVITIES
YEAR ENDED OCTOBER 31, 2018

<i>Functions/Programs:</i>	Program Service Revenues			Net (Expense)
<i>Governmental activities:</i>	Expenses	Charges for Services, Fees & Licenses	Capital Grants and Contributions	Revenue and Changes in Net Position
<i>Governmental activities:</i>	Expenses	Charges for Services, Fees & Licenses	Capital Grants and Contributions	Governmental Activities
Fire District	\$ 1,210,945	\$ 28,381	\$ 138,734	\$ (1,043,830)
Interest on long-term debt	43,944	-	-	(43,944)
<i>Total governmental activities</i>	\$ 1,254,889	\$ 28,381	\$ 138,734	(1,087,774)
<i>General Revenues:</i>				
Property taxes				1,158,634
State motor vehicle phase-out				5,028
Unrestricted investment earnings				129
Miscellaneous				1,788
<i>Total general revenues</i>				1,165,579
<i>Changes in net position</i>				77,805
<i>Net position - beginning of year</i>				156,217
<i>Net position - end of year</i>				\$ 234,022

ALBION FIRE DISTRICT

**BALANCE SHEET
GOVERNMENTAL FUND
OCTOBER 31, 2018**

	<u>General Fund</u>
ASSETS:	
Cash and cash equivalents	\$ 208,362
Receivables:	
Taxes, net of allowance	88,968
Accident billings, net of allowance	2,180
Other	4,353
TOTAL ASSETS	<u>\$ 303,863</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:	
LIABILITIES:	
Accounts payable	\$ 24,163
Accrued payroll and related liabilities	-
TOTAL LIABILITIES	<u>24,163</u>
 DEFERRED INFLOWS OF RESOURCES:	
Unavailable accident fee revenue	2,180
Unavailable tax revenue and tax other fees	64,608
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>66,788</u>
 FUND BALANCES:	
Restricted	5,955
Committed for compensated absences	12,414
Committed for budget reserve	10,000
Committed for capital equipment	43,437
Unassigned	141,106
TOTAL FUND BALANCES	<u>212,912</u>
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	 <u>\$ 303,863</u>

(CONTINUED)

ALBION FIRE DISTRICT

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
OCTOBER 31, 2018**

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

Total Fund Balance (Exhibit B-1)	\$ 212,912
Capital assets (net of accumulated depreciation) used in governmental activities are not financial resources and therefore are not reported in the fund statements.	1,431,239
Bonds and note obligations are not due and payable in the current period and therefore are not reported in the fund statements. These liabilities are reported in the Statement of Net Position.	(1,074,403)
Unavailable tax revenues (net of an allowance) are recorded in the fund statements, but are not deferred inflows of resources under the measurement focus employed in the Statement of Net Position.	64,608
Unavailable accident fee revenues (net of an allowance) are recorded in the fund statements, but are not deferred inflows of resources under the measurement focus employed in the Statement of Net Position.	2,180
Accrued interest payable on long-term debt obligations is recorded in the Statement of Net Position for governmental funds, but is not recorded in the fund statements.	(24,800)
Compensated absences are not due and payable in the current period and therefore are not reported in the fund statements. These liabilities are reported in the Statement of Net Position.	(94,300)
Net pension assets and related deferred outflows of resources related to pension plans are reported in the Statement of Net Position but are not reported on the Fund Statements.	247,326
Net pension liabilities and deferred inflows of resources related to pension plans are reported in the Statement of Net Position but are not reported on the Fund Statements.	(530,740)
Total Net Position (Exhibit A-1)	<u>\$ 234,022</u>

(CONCLUDED)

ALBION FIRE DISTRICT

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED OCTOBER 31, 2018**

	<u>General Fund</u>
REVENUES:	
Property tax revenue	\$ 1,095,184
Motor vehicle tax revenue	39,767
State motor vehicle reimbursement	5,028
Interest on past due taxes	14,452
Accident billing income	12,892
Plan and review income	6,529
Fire alarm income	5,800
Smoke detector inspection fees	1,650
Investment income	129
Detail income	5,033
Grant income	138,734
Miscellaneous	1,788
TOTAL REVENUES	<u>1,326,986</u>
EXPENDITURES:	
Current:	
Salaries - full time	350,812
Overtime - full time	27,952
Salaries - part time	209,692
Sick leave payout	16,556
Tax Collector's salary	7,048
Part-Time Clerk	7,800
Clothing allowance	6,203
Payroll taxes	50,176
Call Fund (Volunteer)	24,863
District Officials	9,875
Employee benefits	130,483
Office supplies	2,835
Building expenses	9,133
Equipment repairs	9,006
Apparatus repairs	32,755
Fire alarm system	4,995

(CONTINUED)

SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

ALBION FIRE DISTRICT

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED OCTOBER 31, 2018**

	General Fund
<i>EXPENDITURES (Continued):</i>	
<i>Current (Continued):</i>	
Vehicle fuel	18,801
Heat	7,764
Electricity	6,900
Fire training	11,720
Telephone	4,655
Insurance	54,811
Legal and professional services	12,319
Provisions	1,743
Chief's expenses	1,126
Tax office/data processing	4,755
Computers and software	8,071
Miscellaneous including grant expense	67
Payroll expenses	2,822
District taxpayers' meeting	557
Grant expenditures	3,000
<i>Capital outlays:</i>	
Building/Capital improvements	3,563
Equipment acquisitions	217,102
<i>Debt service:</i>	
Principal	67,265
Interest	45,744
<i>TOTAL EXPENDITURES</i>	1,372,969
<i>NET CHANGE IN FUND BALANCE</i>	(45,983)
<i>FUND BALANCE AT BEGINNING OF YEAR</i>	258,895
<i>FUND BALANCE AT END OF YEAR</i>	\$ 212,912

(CONCLUDED)

ALBION FIRE DISTRICT

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
YEAR ENDED OCTOBER 31, 2018**

<i>Net Change in Fund Balances - Total Governmental Funds (Exhibit B-2):</i>	\$ (45,983)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets (meeting the capitalization policy) is allocated over their estimated useful lives through reporting of depreciation expense. This represents the net affect of capital outlays reclassified to capital assets and depreciated for the government-wide financial statements. Capital acquisitions in excess of depreciation.	54,919
Governmental funds report principal repayments on debt obligations as an expenditure. However, the repayment of principal has no effect on the change in net position.	67,265
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds. Unavailable tax revenue increased from fiscal 2017.	9,231
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds. Unavailable accident fee revenue decreased from fiscal 2017.	(3,523)
Changes in the net pension asset, net pension liability, and the related deferred outflows and inflows of resources related to the pension plans results in an increase or decrease in the pension expense reported in the government-wide statement of activities. For fiscal 2018 the effect of these adjustments resulted in an increase in pension expense versus the amount recorded in the Governmental Funds.	(24,004)
Compensated absences decreased from fiscal 2017. Governmental funds report the expenditure as it is paid with measurable and available resources. However, the government-wide statement of activities reflects the change in the compensated absence accrual as the benefits are earned.	18,100
Decrease in accrued interest on long-term debt obligations. The governmental funds reflect this activity when it will be paid with measurable and available resources. The change from prior year balances is reflected in the statement of activities and changes in net position.	<u>1,800</u>
<i>Change in Net Position of Governmental Activities in the Statement of Activities (Exhibit A-2)</i>	<u>\$ 77,805</u>

ALBION FIRE DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

ALBION FIRE DISTRICT

**SCHEDULE OF REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES)
BUDGET AND ACTUAL - (NON-GAAP BUDGETARY BASIS)
GENERAL FUND**

YEAR ENDED OCTOBER 31, 2018

	Original and Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Property tax revenue	\$ 1,104,655	\$ 1,064,701	\$ (39,954)
Motor vehicle taxes	43,107	39,767	(3,340)
Delinquent taxes - prior years	-	30,483	30,483
State motor vehicle reimbursement	4,000	5,028	1,028
Interest on past due taxes	-	14,452	14,452
Plan and review income	-	6,529	6,529
Fire alarm income	1,320	5,800	4,480
Smoke detector insecton fees	-	1,650	1,650
Investment income	-	129	129
Accident billing income	-	12,892	12,892
Detail income, net	-	5,033	5,033
Miscellaneous	-	1,788	1,788
Grant income	-	138,734	138,734
Total revenues	1,153,082	1,326,986	173,904
Expenditures:			
Current:			
Salaries - full time	359,433	350,812	8,621
Overtime -full time	20,000	27,952	(7,952)
Salaries - part time	209,285	209,692	(407)
Tax Collector's salary	8,720	7,048	1,672
Part-Time Clerk	6,200	7,800	(1,600)
Sick leave payout	-	16,556	(16,556)
Clothing allowance	6,500	6,203	297
Payroll taxes	50,000	50,176	(176)
Call Fund (Volunteer)	25,000	24,863	137
District Officials	10,338	9,875	463
Health insurance	91,697	77,658	14,039
Pension expense	58,300	52,825	5,475
Office supplies	3,000	2,835	165
Building/Station maintenance expenses	10,000	9,133	867
Equipment repairs	5,500	9,006	(3,506)
Apparatus repairs	25,000	32,755	(7,755)
Fire alarm communications	4,800	4,995	(195)
Vehicle fuel	15,000	18,801	(3,801)
Heat	8,600	7,764	836
Electricity	9,200	6,900	2,300
Fire training	8,000	11,720	(3,720)
Telephone	3,000	4,655	(1,655)
Insurance	51,500	54,811	(3,311)
Legal and professional services	17,000	12,319	4,681
Provisions	2,000	1,743	257
Association and dues - Chiefs Expense	1,500	1,126	374
Tax office/data processing	3,500	4,755	(1,255)

(CONTINUED)

ALBION FIRE DISTRICT

**SCHEDULE OF REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES)
BUDGET AND ACTUAL - (NON-GAAP BUDGETARY BASIS)
GENERAL FUND**

YEAR ENDED OCTOBER 31, 2018

	Original and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Expenditures (Continued):			
Current (Continued):			
Computers and software	6,500	8,071	(1,571)
Bank fees and miscellaneous	-	67	(67)
Payroll fees	3,000	2,822	178
District taxpayers' meeting	1,500	557	943
Grant expenditures	-	3,000	(3,000)
Capital outlays:			
Station Improvements/Equipment	4,000	3,563	437
Equipment acquisitions	12,000	12,253	(253)
Personal alert devices	-	2,907	(2,907)
Mobile and portable radio devices	-	154,806	(154,806)
Fire prevention equipment/vehicle	-	7,136	(7,136)
New Chief's vehicle	-	40,000	(40,000)
Debt service:			
Ladder 20 loan	74,311	74,311	-
Building loan	38,698	38,698	-
Total expenditures	<u>1,153,082</u>	<u>1,372,969</u>	<u>(219,887)</u>
Deficiency of revenues over expenditures before other financing sources (uses) of funds	-	(45,983)	(45,983)
Other financing sources (uses):			
Use of restricted fund balance for fire prevention equipment/vehicle	-	5,486	5,486
Use of committed fund balance for payout of compensated absences	-	16,556	16,556
Use of committed fund balance for new vehicle	-	40,000	40,000
Use of committed fund balance for radios and personal alert devices	-	18,979	18,979
Excess of revenues and other financing sources over expenditures and other financing uses.	<u>\$ -</u>	35,038	<u>\$ 35,038</u>
Adjustments to reconcile to generally accepted accounting principles (GAAP):			
Less use of committed fund balance for compensated absences		(16,556)	
Less use of restricted fire prevention fund balance for new equipment		(5,486)	
Less use of fund balance reserves for acquisition of new vehicle as approved by District Resolution R-7 dated October 10, 2017.		(40,000)	
Less use of fund balance reserves for mobile and portable radios as approved by District Resolution R-10 dated October 10, 2017.		(16,072)	
Less use of fund balance reserves for personal alert devices as approved by District Resolution R-12 dated October 10, 2017.		<u>(2,907)</u>	
Excess of revenues and other financing sources over expenditures and other financing uses - GAAP Basis (Exhibit B-2)		<u>\$ (45,983)</u>	

(CONCLUDED)

ALBION FIRE DISTRICT

Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
General Employees MERS Plan
Last 10 Fiscal Years

	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total Pension Liability:				
Interest	\$ 6,978	\$ 2,355	\$ 7,977	\$ 7,421
Changes of benefit terms	-	-	(65,888)	-
Differences between expected and actual experience	1,255	68,164	(12,915)	-
Assumption changes	(471)	-	-	-
Benefit payments	(9,474)	(8,277)	-	(4)
Net change in total pension liability	(1,712)	62,242	(70,826)	7,417
Total pension liability - beginning of year	97,778	35,536	106,362	98,945
Total pension liability - ending of year (a)	<u>\$ 96,066</u>	<u>\$ 97,778</u>	<u>\$ 35,536</u>	<u>\$ 106,362</u>
Plan fiduciary net position:				
Contribution - employer	\$ -	\$ 7,394	\$ 7,394	\$ 7,394
Net investment income	15,236	(48)	3,255	17,101
Benefit payments, including refunds of employee contributions	(9,474)	(8,277)	-	(4)
Other changes in Plan Fiduciary Net Position	1	-	-	-
Administrative expenses	(144)	(129)	(130)	(107)
Net change in plan fiduciary net position	5,619	(1,060)	10,519	24,384
Plan fiduciary net position - beginning of year	137,856	138,916	128,397	104,013
Plan fiduciary net position - ending of year (b)	<u>\$ 143,475</u>	<u>\$ 137,856</u>	<u>\$ 138,916</u>	<u>\$ 128,397</u>
Plan's net pension liability (Asset) - ending (a)-(b)	<u>\$ (47,409)</u>	<u>\$ (40,078)</u>	<u>\$ (103,380)</u>	<u>\$ (22,035)</u>
Plan fiduciary net position as a percentage of the total pension liability	149.35%	140.99%	390.92%	120.72%
Covered-employee payroll	\$ -	\$ -	\$ -	\$ -
Net pension liability as a percentage of covered-employee payroll (Currently no active employees in this plan)	N/A	N/A	N/A	N/A

Notes:

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

The information in this schedule is intended to show 10 years. However as of October 31, 2018 only four years are available.

The MERS Plan administered by the ERSRI reports activity using a June 30 fiscal year end. As a result, the information presented on this exhibit reports on the same basis which is the most recent information available.

ALBION FIRE DISTRICT

**Required Supplementary Information
Schedule of Contributions
General Employees MERS Plan
Last 10 Fiscal Years**

Fiscal Year Ending	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as % of Covered Payroll
6/30/2017	\$ -	\$ -	\$ -	\$ -	N/A
6/30/2016	\$ 7,394.00	\$ 7,394	\$ -	\$ -	N/A
6/30/2015	\$ 7,394.00	\$ 7,394	\$ -	\$ -	N/A
6/30/2014	\$ 7,394.00	\$ 7,394	\$ -	\$ -	N/A

There are currently no active members in the Plan. Contribution amount was 100% of amount required by the ERSRI.

Notes:

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

The information in this schedule is intended to show 10 years. However as of October 31, 2018 only four years are available.

The MERS Plan administered by the ERSRI reports activity using a June 30 fiscal year end. As a result, the information presented on this exhibit reports on the same basis which is the most recent information available.

ALBION FIRE DISTRICT

Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fire Employees MERS Plan
Last 10 Fiscal Years

	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Total Pension Liability:				
Service cost	\$ 45,641	\$ 43,617	\$ 38,431	\$ 37,668
Interest	94,118	88,902	69,807	64,647
Changes of benefit terms	-	-	83,335	-
Differences between expected and actual experience	(48,428)	(40,209)	83,712	-
Changes in assumptions	93,402	-	-	(11,076)
Benefit payments	(23,765)	(23,765)	(22,810)	(22,833)
Net change in total pension liability	160,968	68,545	252,475	68,406
Total pension liability - beginning of year	1,243,973	1,175,428	922,953	854,547
Total pension liability - ending of year (a)	<u>\$ 1,404,941</u>	<u>\$ 1,243,973</u>	<u>\$ 1,175,428</u>	<u>\$ 922,953</u>
Plan fiduciary net position:				
Contribution - employer	\$ 43,101	\$ 41,342	\$ 47,179	\$ 43,175
Contribution - employee	22,126	23,529	18,389	17,055
Net investment income	100,741	(280)	17,982	94,203
Benefit payments, including refunds of employee contributions	(23,765)	(23,765)	(22,810)	(22,833)
Administrative expenses	(952)	(754)	(721)	(590)
Other changes in plan fiduciary net position	(1)	(1)	-	-
Net change in plan fiduciary net position	141,250	40,071	60,019	131,010
Plan fiduciary net position - beginning of year	807,381	767,310	707,291	576,281
Plan fiduciary net position - ending of year (b)	<u>\$ 948,631</u>	<u>\$ 807,381</u>	<u>\$ 767,310</u>	<u>\$ 707,291</u>
Plan's net pension liability (Asset) - ending (a)-(b)	<u>\$ 456,310</u>	<u>\$ 436,592</u>	<u>\$ 408,118</u>	<u>\$ 215,662</u>
Plan fiduciary net position as a percentage of the total pension liability	67.52%	64.90%	65.28%	76.63%
Covered-employee payroll	\$ 249,266	\$ 236,918	\$ 221,376	\$ 220,924
Net pension liability as a percentage of covered-employee payroll	183.06%	184.28%	184.36%	97.62%

Notes:

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

The information in this schedule is intended to show 10 years. However as of October 31, 2018 only four years are available.

The MERS Plan administered by the ERSRI reports activity using a June 30 fiscal year end. As a result, the information presented on this exhibit reports on the same basis which is the most recent information available.

ALBION FIRE DISTRICT

**Required Supplementary Information
Schedule of Contributions
Fire Employees MERS Plan
Last 10 Fiscal Years**

Fiscal Year Ending	Actuarially Determined Contribution % of covered Payroll	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Actual Contributions as % of Covered Payroll
6/30/2017	17.29%	\$ 43,101	\$ -	\$ 249,266	17.29%
6/30/2016	17.45%	\$ 41,342	\$ -	\$ 236,918	17.45%
6/30/2015	21.31%	\$ 47,179	\$ -	\$ 221,376	21.31%
6/30/2014	19.54%	\$ 43,175	\$ -	\$ 220,924	19.54%

Notes:

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

The information in this schedule is intended to show 10 years. However as of October 31, 2018 only four years are available.

The MERS Plan administered by the ERSRI reports activity using a June 30 fiscal year end. As a result, the information presented on this exhibit reports on the same basis which is the most recent information available.

ALBION FIRE DISTRICT

**Notes to Required Supplementary Information
MERS Pension Plans Administered by ERSRI**

The following reflects the actuarial assumptions related to the pension plans which are administered by the Employee Retirement System of Rhode Island (ERSRI). Assumptions used to determine the Net Pension Liability at the June 30, 2017 measurement date.

Actuarially determined contribution rates are calculated as of June 30th of each plan year and effective two years after the actuarial valuation. Therefore the valuation as of June 30, 2014 determined the contribution amounts for fiscal 2017.

- Actuarial Cost Method: Entry Age Normal - the Individual Entry Age Actuarial Cost methodology is used.
- Amortization Method: Level percentage of payroll, closed
- Remaining Amortization Period: 18 years as of June 30, 2017.
- Asset Valuation Method: 5 year smoothed market
- Investment rate of return: 7.00%
- Projected salary increases: 3.5% - 7.5% for general employees
4% to 14% for police and fire employees
- Inflation: 2.50%
- Mortality: Variants of the RP-2014 mortality tables - for improvement scale, updated to the ultimate rates of the MP-2016 projection scale.
- Cost of Living Adjustments: A 2% COLA is assumed after January 1, 2014.