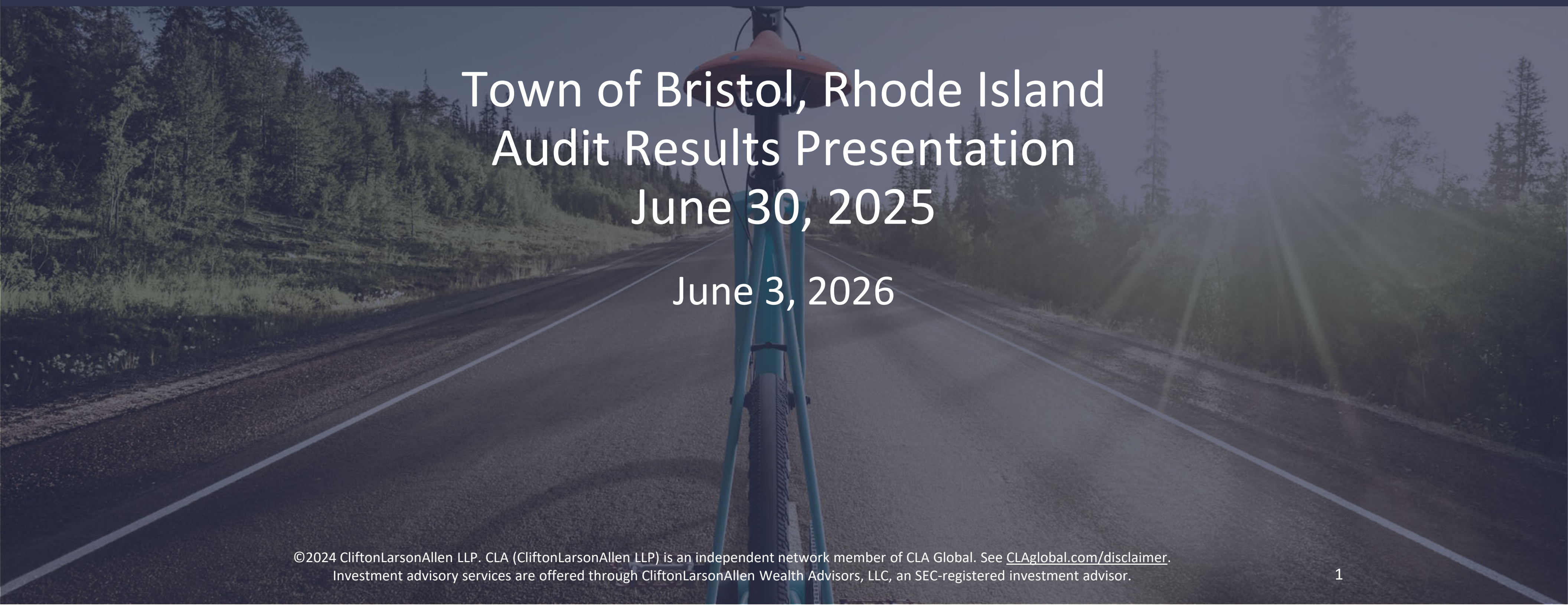
We'll get you there.

CPAs | CONSULTANTS | WEALTH ADVISORS



Town of Bristol, Rhode Island
Audit Results Presentation
June 30, 2025

June 3, 2026

©2024 CliftonLarsonAllen LLP. CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See CLAglobal.com/disclaimer.
Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.

The information herein has been provided by CliftonLarsonAllen LLP for general information purposes only. The presentation and related materials, if any, do not implicate any client, advisory, fiduciary, or professional relationship between you and CliftonLarsonAllen LLP and neither CliftonLarsonAllen LLP nor any other person or entity is, in connection with the presentation and/or materials, engaged in rendering auditing, accounting, tax, legal, medical, investment, advisory, consulting, or any other professional service or advice. Neither the presentation nor the materials, if any, should be considered a substitute for your independent investigation and your sound technical business judgment. You or your entity, if applicable, should consult with a professional advisor familiar with your particular factual situation for advice or service concerning any specific matters.

CliftonLarsonAllen LLP is not licensed to practice law, nor does it practice law. The presentation and materials, if any, are for general guidance purposes and not a substitute for compliance obligations. The presentation and/or materials may not be applicable to, or suitable for, your specific circumstances or needs, and may require consultation with counsel, consultants, or advisors if any action is to be contemplated. You should contact your CliftonLarsonAllen LLP or other professional prior to taking any action based upon the information in the presentation or materials provided. CliftonLarsonAllen LLP assumes no obligation to inform you of any changes in laws or other factors that could affect the information contained herein.

©2024 CliftonLarsonAllen LLP

Agenda

Audit Scope

Financial Highlights

Required Communications

Contact Information

©2024 CliftonLarsonAllen LLP

Engagement Scope & Reporting (Draft)

Audit work is performed under:

- Generally Accepted Auditing Standards (GAAS)
  - Express opinion on whether the basic financial statements are presented in accordance with Generally Accepted Accounting Principals (GAAP).
    - Unmodified audit opinion
- Generally Accepted Governmental Auditing Standards (GAGAS)
  - Provide a report on internal control over financial reporting and on compliance with laws, regulations, contracts and grants.
    - Significant Deficiency – Internal Controls Over Financial Reporting
- Uniform Guidance (Formerly Federal Single Audit Act)
    - No instances of noncompliance

©2024 CliftonLarsonAllen LLP

Financial Highlights – Government-wide (Draft)

Net Position

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets						
Current Assets	$ 28,159,763	$ 28,501,443	$ 2,172,103	$ 1,858,750	$ 30,331,866	$ 30,360,193
Noncurrent Assets	7,095,150	3,614,321	513,600	426,120	7,608,750	4,040,441
Capital Assets	89,152,554	83,134,303	51,018,292	51,685,681	140,170,846	134,819,984
Total Assets	124,407,467	115,250,067	53,703,995	53,970,551	178,111,462	169,220,618
Deferred Outflows of Resources						
Deferred Outflows	7,368,176	5,887,432	608,856	140,900	7,977,032	6,028,332
Total Deferred Outflows of Resources	7,368,176	5,887,432	608,856	140,900	7,977,032	6,028,332
Liabilities						
Current Liabilities	8,204,435	9,463,680	3,216,428	3,248,615	11,420,863	12,712,295
Long-Term Liabilities	55,091,259	54,957,573	27,331,607	27,164,620	82,422,866	82,122,193
Total Liabilities	63,295,694	64,421,253	30,548,035	30,413,235	93,843,729	94,834,488
Deferred Inflows of Resources						
Deferred Inflows	10,248,302	8,617,164	495,026	402,612	10,743,328	9,019,776
Total Deferred Inflows of Resources	10,248,302	8,617,164	495,026	402,612	10,743,328	9,019,776
Net Position						
Net Investment in Capital Assets	44,032,661	37,356,024	21,811,803	22,625,921	65,844,464	59,981,945
Restricted	16,077,750	16,625,181	237,398	-	16,315,148	16,625,181
Unrestricted	(1,878,764)	(5,882,123)	1,220,589	669,683	(658,175)	(5,212,440)
Total Net Position	$ 58,231,647	$ 48,099,082	$ 23,269,790	$ 23,295,604	$ 81,501,437	$ 71,394,686

©2024 CliftonLarsonAllen LLP

Financial Highlights - Governmental Fund Balances (Draft)

	General Fund	Nonmajor Governmental Funds	Total
REVENUES			
Property Taxes	$ 50,515,667	$ -	$ 50,515,667
Intergovernmental	6,077,793	5,906,850	11,984,643
Licenses, Permits, and Fees	1,240,672	-	1,240,672
Other Revenue	3,972,622	642,319	4,614,941
Investment Income	768,178	555,033	1,323,211
Total Revenue	62,574,932	7,104,202	69,679,134
EXPENDITURES			
General Government	3,414,194	4,412,845	7,827,039
Public Safety	12,360,319	478,620	12,838,939
Public Works	5,989,596	567,726	6,557,322
Community Services	2,614,664	4,711,264	7,325,928
Education	29,990,009	-	29,990,009
Insurance, Payroll Taxes, and Benefits	1,231,626	-	1,231,626
Debt Service:			
Principal	3,762,216	-	3,762,216
Interest and Fees	1,510,549	26,418	1,536,967
Capital Outlay	1,381,614	-	1,381,614
Total Expenditures	62,254,787	10,196,873	72,451,660
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	320,145	(3,092,671)	(2,772,526)
OTHER FINANCING SOURCES (USES)			
Issuance of Debt Proceeds	-	2,865,000	2,865,000
Bond Premiums	-	288,753	288,753
Transfers In	75,000	1,761,360	1,836,360
Transfers Out	(176,000)	(1,085,360)	(1,261,360)
Other Financing Sources (Uses)	(101,000)	3,829,753	3,728,753
EXCESS OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES	219,145	737,082	956,227
Fund Balance - Beginning of Year, as Originally Reported	12,357,109	10,543,841	22,900,950
Restatement	108,898	-	108,898
Fund Balance - Beginning of Year, as Restated	12,466,007	10,543,841	23,009,848
FUND BALANCE - END OF YEAR	$ 12,685,152	$ 11,280,923	$ 23,966,075

©2024 CliftonLarsonAllen LLP

Financial Highlights (Draft)

- General Fund – Fund Balance

	June 30, 2025			June 30, 2024			June 30, 2023		
	Balance		Percentage	Balance		Percentage	Balance		Percentage
Analysis of Fund Balance									
General Fund									
Nonspendable	$ 207,349			$ 184,629			$ 2,870,908		
Committed	2,313,752			2,558,416			2,302,691		
Assigned	4,592	A		5,665	B		7,440	C	
Unassigned	10,159,459	A		9,608,399	B		5,876,537	C	
Total	12,685,152			12,357,109			11,057,576		
Unassigned/Assigned Balance	10,164,051	A		9,614,064	B		5,883,977	C	
Expenditures and Transfers (GAAP)	62,430,787		16.28%	60,024,714		16.02%	58,632,951		10.04%
1 Month Expenditures - Estimated	5,202,566			5,002,060			4,886,079		
2 Month Expenditures - Estimated	10,405,131			10,004,119			9,772,159		

©2024 CliftonLarsonAllen LLP

Financial Highlights – Business-Type Activities (Draft)

	Sewer Enterprise
OPERATING REVENUES	
User Fees	$ 6,689,022
Other Revenues	213,622
Total Operating Revenues	6,902,644
OPERATING EXPENSES	
Salaries and Benefits	2,258,411
Materials and Supplies	257,508
Repairs and Maintenance	352,229
Depreciation	2,458,303
Utilities	491,753
Administrative	7,030
Miscellaneous	171,447
Total Operating Expenses	5,996,681
OPERATING INCOME	905,963
NONOPERATING REVENUES (EXPENSES)	
Interest Expense	(994,196)
Amortization of Debt Premium	46,814
Total Nonoperating Revenues (Expenses)	(947,382)
LOSS BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	(41,419)
CAPITAL CONTRIBUTIONS AND TRANSFERS	
Capital Contributions, Sewer Assessments	60,905
Transfer to Other Funds	(575,000)
Total Capital Contributions and Transfers	(514,095)
CHANGE IN NET POSITION	(555,514)
Net Position - Beginning of Year, as Originally Reported	23,295,604
Restatement	529,700
Net Position - Beginning of Year, as Restated	23,825,304
NET POSITION - END OF YEAR	$ 23,269,790

Financial Highlights (Draft)

- Fund deficits:

Special Revenue Funds:		
Special Events	$	2,617
University Town Committee		27,068
End of Road - RIIB		26,454
Substance Abuse Task Abuse		26,650
HEZ Program		10,736
Emergency Dialers Program		867
Spay/Neuter		468
CLG		35,820
Safety Enhancements		890
CDBG		253,486
Hazard Mitigation		4,250
Municipal Resiliency Program		42,438
Sowanns/Annawamscutt		9,354
CA Grant		1,515
Park Benches		44,242
Election Security		4,190
Capital Project Funds:		
Reynolds		72,733
Capital Reserve		41,090
Rescue Equipment		5,702
Accounting Systems Conversion		24,802
Harbor Capital		22,120
Road Repair Bonded Projects		359,318
Resiliency Plan		8,691
Band Stand		30
Total	$	1,025,531

©2024 CliftonLarsonAllen LLP

Financial Highlights - Debt (Draft)

	Balance July 1, 2024*		Additions**		Retirements**		Balance June 30, 2025
Governmental Activities:							
Bonds and Loans Payable:							
Bonds (Public Sale)	$	40,952,635	$ 2,865,000	$	3,577,048	$	40,240,587
Bonds (Direct Placement)		2,533,871	-		185,168		2,348,703
Bond Premiums		2,533,875	288,753		299,784		2,522,844
Total Bonds and Loans Payable		46,020,381	3,153,753		4,062,000		45,112,134
Net Pension Liability		13,508,067	-		2,753,022		10,755,045
Compensated Absences		3,189,598	219,087		-		3,408,685
Total Long-Term Obligations	$	62,718,046	$ 3,372,840	$	6,815,022	$	59,275,864
Business-Type Activities:							
Bonds and Loans Payable:							
Bonds (Public Sale)	$	2,475,699	$ -	$	171,286	$	2,304,413
Loans (Direct Borrowings)		27,128,977	2,000,000		2,398,248		26,730,729
Bond Premiums		186,178	-		14,831		171,347
Total Bonds and Loans Payable		29,790,854	2,000,000		2,584,365		29,206,489
Net Pension Liability		300,102	156,907		-		457,009
Compensated Absences		430,700	-		52,347		378,353
Total Long-Term Obligations	$	30,521,656	$ 2,156,907	$	2,636,712	$	30,041,851

©2024 CliftonLarsonAllen LLP

Financial Highlights – General Fund (Draft)

	Original Budget	Adjustments, Carryforwards, and Transfers	Final Budget	Actual	Variance with Final Budget
REVENUES					
Property Taxes	$ 49,196,774	$ -	$ 49,196,774	$ 50,515,667	$ 1,318,893
Intergovernmental	5,541,393	-	5,541,393	6,077,793	536,400
Licenses, Permits, and Fees	3,901,668	-	3,901,668	3,988,370	86,702
Investment Earnings	925,000	-	925,000	680,179	(244,821)
Re-Appropriated Surplus	800,000	(800,000)	-	-	-
Other Revenues	1,147,863	-	1,147,863	986,393	(161,470)
Total Revenue	61,512,698	(800,000)	60,712,698	62,248,402	1,535,704
EXPENDITURES					
General Government	3,164,960	-	3,164,960	3,404,801	(239,841)
Public Safety	11,974,310	-	11,974,310	12,053,475	(79,165)
Public Works	6,173,630	-	6,173,630	6,162,743	10,887
Community Services	2,681,054	-	2,681,054	2,680,016	1,038
Education	29,990,009	-	29,990,009	29,990,009	-
Payroll Taxes and Benefits	1,971,490	-	1,971,490	1,231,626	739,864
Debt Service:					
Principal	3,763,502	-	3,763,502	3,763,502	-
Interest, Fees, and Charges	1,533,801	-	1,533,801	1,523,394	10,407
Bond Issuance Costs	5,000	-	5,000	(5,254)	10,254
Capital Outlay	1,399,000	-	1,399,000	1,381,614	17,386
Total Expenditures	62,656,756	-	62,656,756	62,185,926	470,830
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES - BUDGETARY BASIS	(1,144,058)	(800,000)	(1,944,058)	62,476	2,006,534
OTHER FINANCING SOURCES (USES)					
Re-Appropriated Fund Balances:					
Budgeted Use of Fund Balance	-	800,000	800,000	-	(800,000)
Transfers In	1,144,058	-	1,144,058	313,499	(830,559)
Other Financing Sources (Uses)	1,144,058	800,000	1,944,058	313,499	(1,630,559)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES (USES) OVER EXPENDITURES - BUDGETARY BASIS	$ -	$ -	$ -	$ 375,975	$ 375,975

©2024 CliftonLarsonAllen LLP

Federal Single Audit (Draft)

- Total Federal Awards expended - $3.84M
- Major Programs
  - ARPA ($1.19M)
  - CDBG ($1.06M)
- Unmodified Opinion on major program compliance
- No compliance finding and internal control findings

©2024 CliftonLarsonAllen LLP

Required Communications (Draft)

- Qualitative aspects of accounting practices
  - Accounting policies are consistent with the prior year
    - Implementation of GASB 101, *Compensated Absences*
  - Significant estimates:
    - Net Pension Liability
    - Net OPEB Liability
  - Sensitive financial statement disclosures
    - None
- Difficulties encountered in performing the audit
  - None

©2024 CliftonLarsonAllen LLP

Required Communications (Draft)

- Uncorrected misstatements
  - None
- Corrected misstatements
  - Restatements
    - Governmental Activities (Government-wide)
      - GASB 87, *leases* related to lessor transactions were not recorded
        - Restated General fund as well
      - Capital asset correction
      - Removal of sewer related OPEB
      - Removal of double counted bond funds
      - Bond premium correction
    - Business-type Activities/Sewer Fund
      - Capital asset correction
      - Enterprise Capital Fund not included
- Disagreements with management
  - None

©2024 CliftonLarsonAllen LLP

Required Communications (Draft)

- Management consultations with other independent accountants
  - None that we are aware of
- Significant issues discussed with management prior to engagement
  - None
- Significant findings or issues that were discussed, or the subject of correspondence with management
  - None
- Other audit findings or issues
- Other information in documents containing audited financial statements
  - Required supplementary schedules
  - Statistical information

©2024 CliftonLarsonAllen LLP

Questions?

CLAconnect.com

CPAs | CONSULTANTS | WEALTH ADVISORS

©2024 CliftonLarsonAllen LLP. CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See CLAglobal.com/disclaimer.
Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.