

**BUCKSPORT TOWN COUNCIL MEETING**  
**7:00 P.M., THURSDAY, AUGUST 25, 2016**  
**TOWN COUNCIL CHAMBERS – BUCKSPORT TOWN OFFICE**  
**AGENDA**

1. **Call Meeting To Order**
2. **Roll Call**
3. **Presentation of any Town Council Recognitions –**
  - a. **Recognition of Duane Nadeau, retiring Public Works Director**
4. **Consider minutes of previous meetings**
5. **Receive and review correspondence and documents**
  - a. Weekly Construction Summary – Sewer Treatment Facility -8/12/16
  - b. Maine Municipal Association – Dividend for Property/Casualty & Worker’s Compensation
  - c. Hancock County Budget Advisory Committee Caucus – 9-9-16
  - d. Floodplain Management Ordinance – Confirmation of Compliance
6. **New Ordinances to Consider/Introduce**
  - a. Ordinance Committee Recommendations from 8-25-16 meeting
7. **Discussion Items (Manager Clarification and Direction, or Council Discussion and/or Input on Issues)**
  - a. Finance Committee Update
    1. Long Pond Lots
    2. Nicholson Avenue Lot
  - b. Solid Waste Committee update from 8-25-16 meeting
  - c. Waterfront Committee Update – Information Submitted
  - d. Land Use Violation – 489 Millvale Road – Code Enforcement Officer
8. **Agenda Items**
  - a. To approve resolve R #2017-18 to award the salt contract for 2016-17 to New England Salt for the price of \$54.10 per ton.
  - b. To approve resolve R #2017-19 to approve the Financial Audit for the 2014/15 fiscal year.
9. **Resignations, Appointments, Assignments, and Elections**
10. **Approval of Quit Claims, Discharges, and Deeds**
11. **Town Manager Report**
12. **Set Public Hearings, and/or Hold Public Hearings and Approval of any Licenses or Permits**
13. **Discussion of Items Not on the Agenda for Council and Public**
14. **Upcoming Public Hearings, Designation of Topics for Committee Assignment, and Scheduling of Committee Meeting**
15. **Executive Session for the purpose of discussing Labor Contract for 2016 – 2019 for Police, Fire & Public Works pursuant to MRSA 1 §405 (6)(D) Discussion of Labor Contracts**
16. **Adjournment**

**OLVER ASSOCIATES INC.**

**ENVIRONMENTAL ENGINEERS**

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MEMORANDUM

TO: Ms. Susan Lessard, Town Manager  
Mr. Dave Michaud, Superintendent  
Mr. Scott Emery, RD  
Mr. Jeff Hammond, CEO

FROM: Mandy Holway Olver

DATE: August 12, 2016

RE: Weekly Construction Summary  
Town of Bucksport  
Wastewater Treatment Plant Upgrade

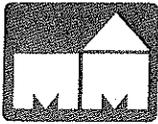
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Work Completed Week of August 8, 2016

- Continued installation of HVAC piping and ductwork in the Headworks.
- Continued installation of conduit/devices in the Headworks.
- Placed concrete for the Blower Building south walls.
- Placed concrete for the Digester north base slab.
- Completed applying finish the interior walls of Aeration Basin #1.
- Continue installation of underdrain pipe and backfilling the Aeration/Selector Basins.

Work Scheduled for Week of August 15, 2016

- Continue installation of HVAC piping and ductwork in the Headworks.
- Continue installation of conduit/devices in the Headworks.
- Begin installation of forms/rebar for the Blower Building elevated slab.
- Place concrete for the Digester south base slab.
- Apply finish to the Selector Basin walls.
- Install gates for the Aeration/Selector Basins.
- Continue backfilling the Aeration Basins.



## MAINE MUNICIPAL ASSOCIATION

### *Risk Management Services*

60 Community Drive  
P.O. Box 9109  
Augusta, Maine 04332-9109

### **Telephone No.**

(207) 626-5583  
(800) 590-5583 Maine Only  
Fax No. (207) 626-0513

5b

DATE: August 15, 2016

TO: Members of the Workers Compensation Fund and the Property & Casualty Pool

FROM: Patricia Kablitz, CPCU, ARM  
Director, Risk Management Services

RE: Dividend Payments

We are pleased to announce that the Board of Trustees of the **MMA Workers Compensation Fund** voted at its May 19, 2016 meeting to allow a dividend to the members of the Fund who meet the established criteria. Continuing members whose 2015 contributions are greater than \$25,000 annually, whose 2015 loss ratio is less than 40% and whose three-year loss ratio is less than 75% will receive a 4.4% dividend. Continuing members whose 2015 contributions are less than \$25,000 annually and whose loss ratio is less than 50% for the three years ending December 31, 2015, will also receive a 4.4% dividend. All losses are valued as of June 30, 2016.

The Board of Directors of the **MMA Property & Casualty Pool** voted at its May 19, 2016 meeting to allow a dividend to current members of the Pool who meet the established criteria. To earn a dividend, a member must have a loss ratio of 50% or less for the qualifying year of July 1, 2014 to June 30, 2015, calculated and valued as of June 30, 2016. Continuing members whose participation began on July 1, 2010 or prior will earn a 5.39% dividend and members who joined after July 2, 2010 will receive a 4.39% dividend.

Cost savings are realized in providing services to members who participate in both the Property & Casualty Pool and the Workers Compensation Fund. In recognition of the savings, both boards voted to add 1% to the dividends for each program for members who qualify and earn a dividend. You are among the members who participate in both the Workers Compensation Fund and the Property & Casualty Pool. Therefore, if you earned a dividend for either or both programs, the additional 1% has been included in the calculation.

Dividends are being paid in the Workers Compensation Fund and Property & Casualty Pool totaling \$1,199,440. Both governing boards are very pleased with the results of their respective programs and thank you for your support and continued participation. Good management practices and sound loss prevention measures on the part of all of the members have contributed to the success of these programs. Your entity is a big part of this success.

Your check is enclosed with this letter. We have also enclosed a press release that may be used to announce the result of your successful risk management activities and good loss experience to your community. If you have any questions about the dividends or any of the Risk Management Services programs, please call me at 800-590-5583. Additional copies of this letter are included for your elected officials.

**PRESS RELEASE**  
**For Immediate Release**

Municipal officials are pleased to announce that the **Town of Bucksport** has received a **\$8,242** dividend check from the Maine Municipal Association as a result of its good loss experience and loss prevention programs.

The Maine Municipal Association offers three self-funded pools for municipal and quasi-public entities in Maine: the Workers Compensation Fund formed in 1978, the Property & Casualty Pool formed in 1987 and the Unemployment Compensation Fund formed in 1978.

The programs are overseen by governing boards of elected and appointed municipal officials. Each year the boards review the programs' loss experience to determine if dividends may be paid. Patricia Kablitz, Director of Risk Management Services for MMA, said more than 78 percent of program participants received a dividend this year for their good risk management practices and loss experience.

This year the Workers Compensation Fund has distributed almost **\$650,000** in dividends to participants and the Property and Casualty Pool has paid dividends of nearly **\$550,000**, for total payments of just under \$1.2 million returned directly to MMA members.

Since 1997, the two programs have returned almost **\$20 million** in dividends to participating members. For more information about any of the MMA Risk Management Services programs, including online training programs and other services, check the offerings on their website at [www.memun.org](http://www.memun.org) and click on the Risk Management Services link, or call 1-800-590-5583.

5c

HANCOCK COUNTY COMMISSIONERS CAUCUS  
CORRECTED WARRANT

**TO: ALL HANCOCK COUNTY ELECTED OFFICIALS  
and THE GENERAL PUBLIC IN COMMISSIONER'S DISTRICT II**

**FROM: COMMISSIONER PERCY L. BROWN, JR.**

**SUBJECT: HANCOCK COUNTY BUDGET ADVISORY COMMITTEE**

Pursuant to 30-A M.R.S.A., §763 (1)(A), and 30-A M.R.S.A. §2523, No later than 100 days before the start of a fiscal year, the county commissioners shall notify all municipal officers in the county and the public to caucus by county commissioner districts at a specified date, time and place for the purpose of electing either one municipal officer or a representative of the public from each district as a member of the budget advisory committee.

**On Friday, September 9th, 2016, a caucus chaired by Commissioner Percy L. Brown, Jr. will be held at the Deer Isle Town Office, 70 Church Street, Deer Isle, Maine at 6:00 p.m. for the purpose of electing one municipal officer to serve a three year term on the budget advisory committee.**

**M.R.S.A. §763 (3)**

The budget advisory committee shall annually select one of its members to chair the committee.

**M.R.S.A. §763 (2)**

The Hancock County legislative delegation shall annually select one member of the delegation who resides in Hancock County to serve on the budget advisory committee.

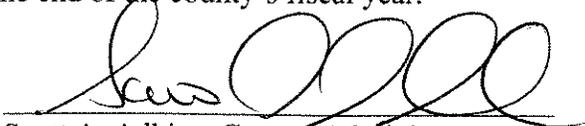
**M.R.S.A. §764**

The Hancock County commissioners shall hold a public hearing on the budget estimate at least 90 days before the end of the county's fiscal year and an informational meeting on the advisory committee's budget estimates at least 30 days before the end of the county's fiscal year.

**M.R.S.A. §765**

The Hancock County commissioners shall submit a budget estimate to the budget advisory committee no later than 90 days before the end of the county's fiscal year for the coming year. The budget advisory committee shall review the budget estimate and make recommendations to the Commissioners at least 45 days before the end of the county's fiscal year. The county commissioners shall act on the budget no later than 15 days before the end of the county's fiscal year.

Dated: August 11<sup>th</sup>, 2016

  
Scott A. Adkins, County Administrator

**PLEASE POST and  
DISTRIBUTE A COPY OF THIS NOTICE TO ALL ELECTED OFFICIALS**



5d

STATE OF MAINE  
DEPARTMENT OF AGRICULTURE, CONSERVATION & FORESTRY

PAUL R. LEPAGE  
GOVERNOR

93 STATE HOUSE STATION  
AUGUSTA, MAINE 04333-0093

WALTER E. WHITCOMB  
COMMISSIONER

July 28, 2016

Mr. David Keene, Mayor  
Town of Bucksport  
P.O. Drawer X  
Bucksport, ME 04416

RE: Floodplain Management Ordinance

Dear Mr. Keene,

I have completed the review checklist for the Floodplain Management Ordinance for the Town of Bucksport and find the ordinance to be compliant with the requirements of the National Flood Insurance Program (NFIP). The ordinance that the town adopted on May 5, 2016 contains all the significant changes that have occurred in the Federal regulations since you previously updated your ordinance.

However, one typographical error was found. Section 7.2 cites the Federal Water Pollution Control Act Amendments of 1972, 33 U.S.C. 1334, which should read "33 U.S.C 1344". The typographical error is an incorrect citation. Please correct this at your earliest convenience.

I am pleased that your community has taken the necessary steps to assure continued participation in the NFIP, which affords flood insurance and disaster assistance to your constituents. Future development that may take place in Bucksport's floodplains will also benefit from the improved development standards contained in the updated ordinance.

I am forwarding a copy of the ordinance and the review checklist to the Federal Emergency Management Agency (FEMA) Regional Office in Boston and a copy of the ordinance to the Hancock County Planning Commission (HCPC). The final copy will be retained here in your community file. If you have any questions or need additional floodplain management assistance, please feel free to call me directly at 287-9981 or e-mail me at [janet.parker@maine.gov](mailto:janet.parker@maine.gov), or you can call this office at 287-2801. Additional floodplain assistance is available at HCPC.

Sincerely,

A handwritten signature in cursive script that reads "Janet Parker".

Janet Parker, CFM  
Floodplain Management Program

MAINE FLOODPLAIN MANAGEMENT PROGRAM  
17 ELKINS LANE, WILLIAMS PAVILION  
SUE BAKER, NFIP COORDINATOR  
[www.maine.gov/acf](http://www.maine.gov/acf)

PHONE: (207) 287-2801

FAX: (207) 287-2353

7d

LAND USE ENFORCEMENT RECORD  
FOR 489 MILLVALE ROAD  
AUTO REPAIR SHOP

OWNER: Peter Allen

May 2, 2012: Letter sent regarding an unpermitted auto repair business in existing residential garage. [No reply]

July 10, 2012: Follow-up letter sent. Mr. Allen called to discuss his business activity. He was informed that a permit is needed.

August 2, 2012: Land use permit issued for a home-based business conducting auto repairs.

December 8, 2014: Letter sent regarding the storage of 5-6 junk vehicles on the property. [No reply]

June 16, 2015: Follow-up letter sent regarding junk vehicles. [No reply and no vehicles removed.]

December 28, 2015: Second follow-up letter sent. Mr. Allen called and stated that the vehicles would be removed in the spring when the ground was firm.

May 24, 2016: Third follow-up letter sent. No vehicles had been removed. [No reply]

June 15, 2016: Notice of Violation issued, ordering removal of all junk vehicles within 30 days. [No reply, no vehicles removed.]

August 17, 2016: Follow-up letter sent regarding NOV. Mr. Allen was informed that the matter would be taken to the town council on August 25<sup>th</sup>, unless all of the junk vehicles were removed. [As of August 23<sup>rd</sup>, no vehicles have been removed and no reply from Mr. Allen.]

RESOLVE #R 2017-18 TO AWARD THE 2016-17 SALT CONTRACT TO NEW  
ENGLAND SALT COMPANY

Whereas, the Town of Bucksport participates annually in the Hancock County Planning Commission bulk winter salt purchasing program, and

Whereas, the results for the 2016-17 HCPC low bidder for Bucksport was New England Salt with a price of \$54.10 per ton, and

Whereas, the price is \$3.05 per ton less than the contracted price for 2015-16,

Be it resolved by the Bucksport Town Council in Town Council assembled to approve the award of the 2016-17 salt bid to New England Salt at the price of \$53.10 per ton.

Acted on August 25, 2016

Yes \_\_\_\_\_ No \_\_\_\_\_ Abstained \_\_\_\_\_

Attested by:

\_\_\_\_\_  
Kathy Downes, Town Clerk



# Hancock County Planning Commission

395 State Street, Ellsworth, ME 04605  
(207) 667-7131 Fax: (207) 667-2099  
hpc@hpcme.org • www.hpcme.org

sa

*a voluntary association of governments*

## MEMORANDUM

TO: Hancock County Municipalities  
FROM: Sheri Walsh, Administrative Assistant  
DATE: August 15, 2016  
RE: Joint Purchasing – Road Salt

Amherst  
Aurora  
Bar Harbor  
Blue Hill  
Brooklin  
Brooksville  
Bucksport  
Castine  
Cranberry Isles  
Dedham  
Deer Isle  
Eastbrook  
Ellsworth  
Franklin  
Frenchboro  
Gouldsboro  
Great Pond  
Hancock  
Isle au Haut  
Lamoine  
Lucerne-in-Maine  
Mariaville  
Mount Desert  
Orland  
Osborn  
Otis  
Penobscot  
Sedgwick  
Sorrento  
Southwest Harbor  
Stonington  
Sullivan  
Surry  
Swans Island  
Tremont  
Trenton  
Verona Island  
Waltham  
Winter Harbor

### HCPC's Road Salt Bid Results – 2016-2017 Season

Please find attached the 2016-2017 road salt joint purchase price list. The Road Salt Joint Purchase was put out to bid this year. We were very pleased with the competitive bid results. The Road Salt bid is being awarded to New England Salt which was the low bidder for all but three towns. New England Salt also won the bids for Penobscot, Washington, and Aroostook County as well as Hancock County.

Please contact New England Salt and/or Morton Salt (for three towns) as soon as possible to place orders and arrange for your deliveries. Only one copy of the bid results has been sent to participating municipalities. Town officials should forward bid results to the road commissioner or other appropriate person(s).

This year our low bid joint purchase price ranged from \$54.10 to \$60.09 per ton depending on trucking distance and quantity ordered. We were able to acquire prices from \$1.75 to \$5.43 per ton lower than last year. This means significant savings for Hancock County towns. For example, Bar Harbor will save \$2.85 per ton for their order of 1400 tons which is nearly \$4000 in savings this year. Mariaville will save \$5.43 per ton for their order of 250 tons which is nearly \$1400 in savings over last year.

Please do not hesitate to let the HCPC know if you run into any problems with delivery quantity, quality or price so we can record them in our files.

For more information, please contact Sheri Walsh at swalsh@hpcme.org or 667-7131.

Town & Estimated Tons	Harcros (Per Ton Delivered within 48-72 Hours) Includes Freight	MortonSalt (Per Ton/ Delivered within 24-72 Hours) Includes Freight	New England Salt (Per Ton Delivered within 24-48 hours) Includes Freight	Low Bid	Increase/Decrease over your low bid price last year per ton
Amherst 90-30	\$75.08	\$57.31	\$57.80	Morton Salt	-\$1.75
Aurora 100-33	\$76.48	\$60.02	\$58.80	New England Salt	-\$2.97
Bar Harbor 1400-35	\$76.73	\$62.55	\$60.05	New England Salt	-\$2.85
Brooklin 400-35	\$74.93	\$58.99	\$57.20	New England Salt	-\$3.54
Brooksville 180-60	\$74.33	\$57.98	\$57.20	New England Salt	-\$2.53
Bucksport 1200-900	\$73.83	\$56.28	\$54.10	New England Salt	-\$3.05
Castine 300-60	\$74.78	\$56.96	\$55.92	New England Salt	-\$2.79
Deer Isle 1200-90	\$76.28	\$59.67	\$58.25	New England Salt	-\$3.17
Eastbrook 161-80	\$75.98	\$60.69	\$59.82	New England Salt	-\$2.62
Ellsworth 2000-210	\$74.88	\$57.31	\$55.00	New England Salt	-\$3.02
Franklin 180-180	\$75.78	\$59.34	\$58.30	New England Salt	-\$2.79
Gouldsboro 350-150	\$77.43	\$61.03	\$59.13	New England Salt	-\$3.65
Hancock 160-160	\$75.18	\$58.83	\$57.64	New England Salt	-\$2.94
Lamoine 500-150	\$76.53	\$58.83	\$57.64	New England Salt	-\$2.94
Mariaville 250-90	\$74.88	\$60.87	\$57.19	New England Salt	-\$5.43
Mount Desert 1700-66	\$63.24	\$62.55	\$59.10	New England Salt	N/A
Oriand 800-90	\$73.83	\$56.28	\$58.03	Morton Salt	-\$1.75
Otis 200-100	\$74.88	\$59.84	\$58.03	New England Salt	-\$3.56
Penobscot 150-30	\$74.08	\$56.28	\$55.98	New England Salt	-\$2.05
Sedgwick 300-60	\$73.92	\$58.99	\$57.23	New England Salt	N/A
Sorrento 99-33	\$77.53	\$60.35	\$58.30	New England Salt	-\$3.80
Southwest Harbor 400-60	\$64.24	\$60.87	\$59.18	New England Salt	-\$3.44
Stonington 350-60	\$77.08	\$61.03	\$60.02	New England Salt	-\$2.76
Sullivan 100-100	\$75.93	\$59.50	\$58.05	New England Salt	-\$3.20
Surry 190-60	\$64.24	\$57.13	\$56.15	New England Salt	-\$2.73



# Road Salt Joint Purchase Program

## Road Salt Bidder Information 2016-2017

page 1 of 1

### **Harcros Chemicals, Inc.**

Contact: Frank Lemanski  
50 Larrabee Rd.  
Westbrook, ME 04092  
(800) 286-6756  
(207) 854-8976 Fax

*Delivery of salt will be within 48 to 72 hours of receipt of order.*

*"Harcros Chemicals has had several years of experience in this business, and we strive to exceed our customer's expectations on price, quality and service."*

### **Morton Salt Company**

Contact: Anthony Patton  
123 N. Wacker Drive  
Chicago, IL 60606-1743  
(855) 665-4540  
(312) 807-2669 - Fax

*Delivery of salt will be within 24-120 hours of receipt of order*

*Morton Salt has been in business for over 165 years. Morton Salt has the capability and adequate production resources to satisfy the award that may be made.*

### **New England Salt, LLC**

Contact: Steve Clisham  
500 Odlin Road  
Bangor, ME 04401  
207-262-9779  
207-223-0036 Fax

*Delivery of salt will be within 24-48 hours of receipt of order.*

*Salt will be available 7 days a week in extreme weather conditions at no extra charge.*

RESOLVE #R 2017-19 TO APPROVE THE 2014/15 FINANCIAL AUDIT

Whereas, the Town of Bucksport has an annual financial audit conducted by an outside auditing firm, and

Whereas, RHR Smith is the audit firm contracted annually by the Town of Bucksport, and

Whereas, the results of the 2014/15 audit were delayed by staff transitions for the Town of Bucksport, and

Whereas, all work necessary for the completion of the audit was done and the audit has now been completed and submitted,

Be it resolved by the Bucksport Town Council in Town Council assembled to approve the 2014/15 financial audit as presented.

Acted on August 25, 2016

Yes \_\_\_\_\_ No \_\_\_\_\_ Abstained \_\_\_\_\_

Attested by:

\_\_\_\_\_  
Kathy Downes, Town Clerk

TOWN OF BUCKSPORT, MAINE

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JUNE 30, 2015

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*Proven Expertise and Integrity*

## INDEPENDENT AUDITOR'S REPORT

Town Council  
Town of Bucksport  
Bucksport, Maine

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Bucksport, Maine, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditors' Responsibility

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

3 Old Orchard Road, Buxton, Maine 04093  
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609  
www.rhrsmith.com

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Bucksport, Maine as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Other Matters

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension information on pages 4 through 11 and 52 through 54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Bucksport, Maine's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted

in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*RHR Smith & Company*

Buxton, Maine  
June 16, 2016

**REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2015**

**(UNAUDITED)**

The following management's discussion and analysis of the Town of Bucksport, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2015. Please read it in conjunction with the Town's financial statements.

**Financial Statement Overview**

The Town of Bucksport's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule and pension information, and other supplementary information which includes combining and other schedules.

**Basic Financial Statements**

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

**Government-Wide Financial Statements**

The government-wide financial statements provide a broad view of the Town's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regards to the Town's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position – this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities – this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above mentioned financial statements have separate columns for the two different types of town activities. The types of activities presented for the Town of Bucksport are:

- *Governmental activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). Most of the Town's basic services are reported in governmental activities, which include general government, protection, public works, health and sanitation, education, recreation, community and social agencies, and unclassified.
- *Business-type activities* – These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. These activities for the Town of Bucksport include the sewer fund and the marina fund.

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Bucksport, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Town of Bucksport can be divided into two categories: governmental funds and proprietary funds.

*Governmental funds:* Most of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Town's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Town.

Because the focus of governmental funds is narrower than that of 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 funds statement of revenues,

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

The Town of Bucksport presents three columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund and the TIF fund. All other funds are shown as nonmajor and are combined in the "All Nonmajor Funds" column on these statements.

The general fund is the only fund for which the Town legally adopted a budget. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

*Proprietary Funds:* The Town of Bucksport maintains two proprietary funds, the sewer fund and the marina fund. This fund is used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Cash Flows - Proprietary Funds.

### **Required Supplementary Information**

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund, a Schedule of Proportionate Share of the Net Pension Liability and a Schedule of Contributions.

### **Other Supplementary Information**

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

## Government-Wide Financial Analysis

Our analysis below focuses on the net position, and changes in net position of the Town's governmental activities. The Town's total net position for governmental activities increased by \$172,877 from \$22.80 million to \$22.97 million. For the business-type activities the Town's total net position increased by \$90,826 from \$4.95 million to \$5.04 million.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - decreased for the governmental activities to a balance of \$10,582,389 at the end of the fiscal year. For the business-type activities, the unrestricted net position increased to a balance of \$1,099,506.

**Table 1**  
**Town of Bucksport, Maine**  
**Net Position**  
**June 30,**

	Governmental Activities		Business-Type Activities	
	2015	2014 (Restated)	2015	2014 (Restated)
<b>Assets:</b>				
Current Assets	\$ 12,697,345	\$ 12,261,130	\$ 1,106,479	\$ 948,244
Capital Assets	11,180,188	11,294,966	5,695,049	5,863,568
Other Assets	3,290,696	3,979,482	-	-
Total Assets	27,168,229	27,535,578	6,801,528	6,811,812
<b>Deferred Outflows of Resources:</b>				
Deferred Outflows Related to Pensions	99,565	56,280	-	-
Total Deferred Outflows of Resources	99,565	56,280	-	-
<b>Liabilities:</b>				
Current and Other Liabilities	938,324	977,459	108,669	108,083
Long-term Debt Outstanding	3,069,810	3,805,125	1,653,368	1,755,064
Total Liabilities	4,008,134	4,782,584	1,762,037	1,863,147
<b>Deferred Inflows of Resources:</b>				
Prepaid Taxes	9,392	7,694	-	-
Deferred Inflows Related to Pensions	275,811	-	-	-
Total Deferred Inflows of Resources	285,203	7,694	-	-
<b>Net Position:</b>				
Net Investment in Capital Assets	11,180,188	11,294,966	3,939,985	4,007,814
Restricted: Nonspendable - Principal	140,198	140,198	-	-
General Fund	85,212	363,317	-	-
Special Revenue Funds	918,549	234,128	-	-
Permanent Funds	67,921	84,993	-	-
Unrestricted	10,582,389	10,683,978	1,099,506	940,851
Total Net Position	\$ 22,974,457	\$ 22,801,580	\$ 5,039,491	\$ 4,948,665

## Revenues and Expenses

Revenues for the Town's governmental activities decreased by 2.21%, while total expenses increased by 3.97%. For the business-type activities, revenues increased by 12.40%, while total expenses increased by 5.07%.

**Table 2**  
**Town of Bucksport, Maine**  
**Change in Net Position**  
**For the Years Ended June 30,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<b>Revenues</b>				
<i>Programs Revenues:</i>				
Charges for services	\$ 657,564	\$ 718,995	\$ 755,212	\$ 639,078
Operating grants and contributions	67,600	78,491	-	-
Capital grants and contributions	-	-	-	79,345
<i>General Revenues:</i>				
Property taxes	10,057,873	9,771,021	-	-
Excise taxes	741,954	703,924	-	-
Grants and contributions not restricted to specific programs	1,500,291	2,151,564	-	-
Miscellaneous	559,109	467,382	64,674	10,982
<b>Total Revenues</b>	<u>13,584,391</u>	<u>13,891,377</u>	<u>819,886</u>	<u>729,405</u>
<b>Expenses</b>				
General government	1,528,825	1,481,495	-	-
Protection	1,715,235	1,681,337	-	-
Public works	1,453,899	1,015,553	-	-
Health and sanitation	275,907	304,959	-	-
Community and social agencies	192,316	142,518	-	-
Education	6,455,417	5,961,105	-	-
Environment & housing	238,588	84,825	-	-
Recreation	330,846	323,343	-	-
Cemeteries	8,228	10,752	-	-
Tax increment financing agreement	839,353	1,165,332	-	-
Interest on long-term debt	-	182,248	-	-
County tax	272,132	272,694	-	-
Sewer fund	-	-	676,109	698,783
Marina	-	-	71,558	12,837
Unclassified	82,161	254,749	-	-
<b>Total Expenses</b>	<u>13,392,907</u>	<u>12,880,910</u>	<u>747,667</u>	<u>711,620</u>
<b>Change in Net Position</b>	<u>191,484</u>	<u>1,010,467</u>	<u>72,219</u>	<u>17,785</u>
<b>Transfers</b>	<u>(18,607)</u>	<u>(14,231)</u>	<u>18,607</u>	<u>14,231</u>
<b>Net Position - July 1, Restated</b>	<u>22,801,580</u>	<u>21,805,344</u>	<u>4,948,665</u>	<u>4,916,649</u>
<b>Net Position - June 30</b>	<u>\$ 22,974,457</u>	<u>\$ 22,801,580</u>	<u>\$ 5,039,491</u>	<u>\$ 4,948,665</u>

## Financial Analysis of the Town's Fund Statements

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

**Table 3**  
**Town of Bucksport, Maine**  
**Fund Balances - Governmental Funds**  
**June 30,**

	2015	2014
<b>General Fund:</b>		
Nonspendable	\$ 13,254	\$ 49,702
Restricted	85,212	363,317
Committed	359,986	537,993
Assigned	542,548	556,548
Unassigned	7,661,203	7,605,950
<b>Total General Fund</b>	<b>\$ 8,662,203</b>	<b>\$ 9,113,510</b>
<b>TIF Fund:</b>		
Restricted	\$ 702,329	\$ -
<b>Nonmajor Funds:</b>		
<b>Special Revenue Funds:</b>		
Restricted	\$ 216,220	\$ 234,128
Assigned	367,954	387,907
Unassigned	(12,578)	-
<b>Capital Projects Funds:</b>		
Committed	1,919,839	1,907,886
Assigned	97,313	96,154
<b>Permanent Funds:</b>		
Nonspendable - Principal	140,198	140,198
Restricted	67,921	84,993
<b>Total Nonmajor Funds</b>	<b>\$ 2,796,867</b>	<b>\$ 2,851,266</b>

The general fund total fund balance decreased by \$451,307 from the prior fiscal year. The TIF fund was established during 2015 and there is not any comparative data, but it did have a positive fund balance of \$702,329 at the end of the fiscal year. The nonmajor fund balances decreased by \$54,399 from the prior fiscal year.

*Proprietary funds:* The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The sewer fund had an increase in net position for the year of \$82,085. The marina fund had an increase in net position for the year of \$8,741.

### **Budgetary Highlights**

The significant differences between the original and final budget for the general fund were due to the use of restricted and unassigned fund balances and various council-approved budget adjustments.

The general fund actual revenues exceeded budgeted amounts by \$149,408. This was mostly a result of excise taxes and miscellaneous revenues being received in excess of budgeted amounts.

The general fund actual expenditures were under budget by \$294,247. All of the expenditure categories were under budget with the exception of public works.

### **Capital Asset and Debt Administration**

#### **Capital Assets**

As of June 30, 2015, the net book value of capital assets recorded by the Town decreased by \$283,297 from the prior year. The decrease is the result of capital additions of \$684,598 less current year depreciation of \$967,895.

**Table 4**  
**Town of Bucksport, Maine**  
**Capital Assets (Net of Depreciation)**  
**June 30,**

	<b>2015</b>	<b>2014</b> <b>(Restated)</b>
Land	\$ 2,193,021	\$ 2,193,021
Construction in progress	2,145,230	1,818,777
Artwork	11,450	11,450
Buildings	3,599,079	3,754,750
Building improvements	1,186,966	1,258,744
Furniture and fixtures	2,935	3,772
Equipment	376,440	400,670
Vehicles	1,173,044	1,009,902
Infrastructure	6,187,072	6,707,448
Total	<u>\$ 16,875,237</u>	<u>\$ 17,158,534</u>

## **Debt**

At June 30, 2015, the Town had \$5.05 million in bonds outstanding versus \$5.66 million last year, a decrease of 10.88%. Other obligations include accrued sick and vacation time and net pension liability. Refer to Note 7 of Notes to Financial Statements for more detailed information.

### **Currently Known Facts, Decisions, or Conditions**

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

Bucksport's financial performance and management of resources remains strong with thirteen consecutive general fund surpluses. The unassigned general fund balance increased to \$7.66 million for the year ended June 30, 2015 from \$7.61 million for the same period in 2014 or a .73% increase.

Fiscal 2015 budget expectations continued to support operational and program needs within LD-1 tax limitations despite continued economic constraints and flat local economy. Property taxes remained the largest source of revenue for the Town in fiscal 2015 at \$10,044,899, comprising approximately 76.48% of revenues. The Town's mil rate increased to \$14.11, an increase of \$.55 over the previous year rate of \$13.56. Components of the increase included increased educational costs of \$494,312 and reduced State of Maine revenue sharing. The Town's final budget for fiscal 2015 was \$42,267 higher than fiscal 2014.

To limit the Town's exposure to unforeseen cost and more specifically to provide an adequate level of funding in the event of a valuation loss from large taxpayers, Bucksport adopted an Undesignated Fund Balance Policy in May of 2007. The Town's management designed the policy around maintaining a level of funding in Undesignated Fund Balance (surplus) that provides financial stability for the community into the near future. In addition, the policy will assist the Town in maintaining its current favorable bond rating and provide direction to the Town Manager during annual budget preparation. The Town maintained balances in excess of the required minimum level for the fiscal years ended 2015 and 2014. The policy also includes a provision for the suggested utilization of excess funds on future capital improvements and/or accelerated payment of debt service.

#### **Contacting the Town's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, the Finance Director for the Town of Bucksport can be reached at P.O. Box X, Bucksport, Maine 04416, by phone at (207) 469-7368 or email address of [financedirector@bucksportmaine.gov](mailto:financedirector@bucksportmaine.gov).

## TOWN OF BUCKSPORT, MAINE

STATEMENT OF NET POSITION  
JUNE 30, 2015

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 4,547,729	\$ 1,056	\$ 4,548,785
Investments	7,703,521	506,579	8,210,100
Accounts receivable (net of allowance for uncollectibles):			
Taxes	10,337	-	10,337
Liens	287,805	-	287,805
Other	310,648	259,021	569,669
Note receivable	159,986	-	159,986
Inventory	13,254	3,888	17,142
Internal balances	(335,935)	335,935	-
Total current assets	<u>12,697,345</u>	<u>1,106,479</u>	<u>13,803,824</u>
Noncurrent assets:			
Receivable for long-term debt obligations from RSU No. 25	3,290,696	-	3,290,696
Capital assets:			
Land, infrastructure, and other assets not being depreciated	3,200,929	1,148,772	4,349,701
Buildings and vehicles net of accumulated depreciation	7,979,259	4,546,277	12,525,536
Total noncurrent assets	<u>14,470,884</u>	<u>5,695,049</u>	<u>20,165,933</u>
<b>TOTAL ASSETS</b>	<u>27,168,229</u>	<u>6,801,528</u>	<u>33,969,757</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	99,565	-	99,565
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>99,565</u>	<u>-</u>	<u>99,565</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 27,267,794</u>	<u>\$ 6,801,528</u>	<u>\$ 34,069,322</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ 198,436	\$ -	\$ 198,436
Accrued payroll	89,505	-	89,505
Due to other governments	635	6,973	7,608
Current portion of long-term obligations	649,748	101,696	751,444
Total current liabilities	<u>938,324</u>	<u>108,669</u>	<u>1,046,993</u>
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Bonds payable	2,879,359	1,653,368	4,532,727
Net pension liability	190,451	-	190,451
Total noncurrent liabilities	<u>3,069,810</u>	<u>1,653,368</u>	<u>4,723,178</u>
<b>TOTAL LIABILITIES</b>	<u>4,008,134</u>	<u>1,762,037</u>	<u>5,770,171</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Prepaid taxes	9,392	-	9,392
Deferred inflows related to pensions	275,811	-	275,811
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>285,203</u>	<u>-</u>	<u>285,203</u>
<b>NET POSITION</b>			
Net investment in capital assets	11,180,188	3,939,985	15,120,173
Restricted - nonspendable principal	140,198	-	140,198
Restricted	1,071,682	-	1,071,682
Unrestricted	10,582,389	1,099,506	11,681,895
<b>TOTAL NET POSITION</b>	<u>22,974,457</u>	<u>5,039,491</u>	<u>28,013,948</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<u>\$ 27,267,794</u>	<u>\$ 6,801,528</u>	<u>\$ 34,069,322</u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT B

TOWN OF BUCKSPORT, MAINE  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business- type Activities	Total
<b>Governmental activities:</b>							
General government	\$ 1,528,825	\$ 63,692	\$ 5,756	\$ -	\$ (1,459,377)	\$ -	\$ (1,459,377)
Protection	1,715,235	458,787	-	-	(1,256,448)	-	(1,256,448)
Public works	1,453,899	320	61,844	-	(1,391,735)	-	(1,391,735)
Health and sanitation	275,907	89,848	-	-	(186,059)	-	(186,059)
Community and social agencies	192,316	-	-	-	(192,316)	-	(192,316)
Education	6,455,417	-	-	-	(6,455,417)	-	(6,455,417)
Environment and housing	238,588	-	-	-	(238,588)	-	(238,588)
Recreation	330,846	44,917	-	-	(285,929)	-	(285,929)
Cemeteries	8,228	-	-	-	(8,228)	-	(8,228)
Tax increment financing agreement	839,353	-	-	-	(839,353)	-	(839,353)
County tax	272,132	-	-	-	(272,132)	-	(272,132)
Unclassified	82,161	-	-	-	(82,161)	-	(82,161)
Total governmental activities	<u>13,392,907</u>	<u>657,564</u>	<u>67,600</u>	<u>-</u>	<u>(12,667,743)</u>	<u>-</u>	<u>(12,667,743)</u>
<b>Business-type activities:</b>							
Sewer fund	676,109	703,318	-	-	-	27,209	27,209
Marina	71,558	51,894	-	-	-	(19,664)	(19,664)
Total business-type activities	<u>747,667</u>	<u>755,212</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,545</u>	<u>7,545</u>
Total government	<u>\$ 14,140,574</u>	<u>\$ 1,412,776</u>	<u>\$ 67,600</u>	<u>\$ -</u>	<u>(12,667,743)</u>	<u>7,545</u>	<u>(12,660,198)</u>

STATEMENT B (CONTINUED)

TOWN OF BUCKSPORT, MAINE

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

	Governmental Activities	Business- type Activities	Totals
Changes in net position:			
Net (expense) revenue	(12,667,743)	7,545	(12,660,198)
General revenues:			
Taxes:			
Property taxes, levied for general purposes	10,057,873	-	10,057,873
Excise taxes	741,954	-	741,954
Grants and contributions not restricted to specific programs	1,500,291	-	1,500,291
Miscellaneous	559,109	64,674	623,783
Transfers	(18,607)	18,607	-
Total general revenues and transfers	12,840,620	83,281	12,923,901
Change in net position	172,877	90,826	263,703
NET POSITION - JULY 1, RESTATED	22,801,580	4,948,665	27,750,245
NET POSITION - JUNE 30	\$ 22,974,457	\$ 5,039,491	\$ 28,013,948

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT C

## TOWN OF BUCKSPORT, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2015

	General Fund	TIF Fund	All Nonmajor Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,427,657	\$ -	\$ 120,072	\$ 4,547,729
Investments	7,533,928	-	169,593	7,703,521
Accounts receivable (net of allowance for uncollectibles):				
Taxes	10,337	-	-	10,337
Liens	287,805	-	-	287,805
Other	271,131	-	39,517	310,648
Note receivable	159,986	-	-	159,986
Inventory	13,254	-	-	13,254
Due from other funds	14,094	702,329	2,481,779	3,198,202
<b>TOTAL ASSETS</b>	<b>\$ 12,718,192</b>	<b>\$ 702,329</b>	<b>\$ 2,810,961</b>	<b>\$ 16,231,482</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 198,436	\$ -	\$ -	\$ 198,436
Accrued payroll and related items	89,505	-	-	89,505
Due to other governments	635	-	-	635
Due to other funds	3,520,043	-	14,094	3,534,137
<b>TOTAL LIABILITIES</b>	<b>3,808,619</b>	<b>-</b>	<b>14,094</b>	<b>3,822,713</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Prepaid taxes	9,392	-	-	9,392
Deferred tax revenues	237,978	-	-	237,978
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>247,370</b>	<b>-</b>	<b>-</b>	<b>247,370</b>
<b>FUND BALANCES</b>				
Nonspendable	13,254	-	140,198	153,452
Restricted	85,212	702,329	284,141	1,071,682
Committed	359,986	-	1,919,839	2,279,825
Assigned	542,548	-	465,267	1,007,815
Unassigned	7,661,203	-	(12,578)	7,648,625
<b>TOTAL FUND BALANCES</b>	<b>8,662,203</b>	<b>702,329</b>	<b>2,796,867</b>	<b>12,161,399</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 12,718,192</b>	<b>\$ 702,329</b>	<b>\$ 2,810,961</b>	<b>\$ 16,231,482</b>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF BUCKSPORT, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2015

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 12,161,399
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	11,180,188
Long-term assets are not available in the current period and therefore are not reported as assets in the funds:	
Receivable for long-term debt obligations from RSU No. 25	3,290,696
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	237,978
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	99,565
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(3,290,696)
Accrued compensated absences	(179,041)
Net pension liability	(249,821)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	<u>(275,811)</u>
Net position of governmental activities	<u>\$ 22,974,457</u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT E

## TOWN OF BUCKSPORT, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	General Fund	TIF Fund	All Nonmajor Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes:				
Property	\$ 10,044,899	\$ -	\$ -	\$ 10,044,899
Excise	741,954	-	-	741,954
Intergovernmental	1,217,639	-	350,252	1,567,891
Charges for services	657,564	-	-	657,564
Miscellaneous revenues	466,834	-	92,275	559,109
<b>TOTAL REVENUES</b>	<u>13,128,890</u>	<u>-</u>	<u>442,527</u>	<u>13,571,417</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,477,286	-	39,236	1,516,522
Protection	1,522,341	-	55,327	1,577,668
Public works	1,089,169	-	31,981	1,121,150
Health and sanitation	262,915	-	-	262,915
Community and social agencies	59,409	-	132,907	192,316
Education	6,455,417	-	-	6,455,417
Environment and housing	-	-	238,588	238,588
Recreation	222,603	-	35,927	258,530
Cemeteries	2,170	-	6,058	8,228
Tax increment financing agreement	-	839,353	-	839,353
County tax	272,132	-	-	272,132
Unclassified	82,161	-	-	82,161
Capital outlay	-	-	531,207	531,207
<b>TOTAL EXPENDITURES</b>	<u>11,445,603</u>	<u>839,353</u>	<u>1,071,231</u>	<u>13,356,187</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,683,287</u>	<u>(839,353)</u>	<u>(628,704)</u>	<u>215,230</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	4,500	1,541,682	582,000	2,128,182
Transfers (out)	(2,139,094)	-	(7,695)	(2,146,789)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(2,134,594)</u>	<u>1,541,682</u>	<u>574,305</u>	<u>(18,607)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(451,307)	702,329	(54,399)	196,623
<b>FUND BALANCES - JULY 1</b>	<u>9,113,510</u>	<u>-</u>	<u>2,851,266</u>	<u>11,964,776</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 8,662,203</u>	<u>\$ 702,329</u>	<u>\$ 2,796,867</u>	<u>\$ 12,161,399</u>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF BUCKSPORT, MAINE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 196,623</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:	
Capital asset purchases	531,207
Capital asset disposals	-
Depreciation expense	<u>(645,985)</u>
	<u>(114,778)</u>
Revenues in the Statement of Activities that do not provide current financial resources are not reported.	
Taxes and liens receivable	<u>12,974</u>
Decrease in the receivable for long-term debt obligations from RSU No. 25	<u>(515,462)</u>
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds.	
	<u>43,285</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position	
	<u>515,462</u>
Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds.	
	<u>(275,811)</u>
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Accrued compensated absences	45,976
Net pension liability	<u>264,608</u>
	<u>310,584</u>
Change in net position of governmental activities (Statement B)	<u>\$ 172,877</u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT G

## TOWN OF BUCKSPORT, MAINE

## BALANCE SHEET – PROPRIETARY FUNDS

JUNE 30, 2015

	Enterprise Funds		Totals
	Sewer Fund	Marina Fund	
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ -	\$ 1,056	\$ 1,056
Investments	506,579	-	506,579
Accounts receivable (net of allowance for uncollectibles)	256,717	2,304	259,021
Inventory	-	3,888	3,888
Due from other funds	308,412	27,523	335,935
Total current assets	<u>1,071,708</u>	<u>34,771</u>	<u>1,106,479</u>
Noncurrent assets:			
Capital assets:			
Construction in progress	471,873	-	471,873
Land	676,899	-	676,899
Buildings	4,546,320	45,593	4,591,913
Building improvements	875,270	-	875,270
Furniture and fixtures	-	704	704
Infrastructure	5,645,073	25,813	5,670,886
Equipment	78,331	4,603	82,934
Vehicles	53,205	-	53,205
Total capital assets	<u>12,346,971</u>	<u>76,713</u>	<u>12,423,684</u>
Less: accumulated depreciation	<u>(6,725,932)</u>	<u>(2,703)</u>	<u>(6,728,635)</u>
Total noncurrent assets	<u>5,621,039</u>	<u>74,010</u>	<u>5,695,049</u>
<b>TOTAL ASSETS</b>	<u>\$ 6,692,747</u>	<u>\$ 108,781</u>	<u>\$ 6,801,528</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued interest	6,973	-	6,973
Due to other funds	-	-	-
Current portion of long-term liabilities	101,696	-	101,696
Total current liabilities	<u>108,669</u>	<u>-</u>	<u>108,669</u>
Long-term liabilities:			
Bonds payable, net of current portion	<u>1,653,368</u>	<u>-</u>	<u>1,653,368</u>
Total long-term liabilities	<u>1,653,368</u>	<u>-</u>	<u>1,653,368</u>
<b>TOTAL LIABILITIES</b>	<u>1,762,037</u>	<u>-</u>	<u>1,762,037</u>
<b>NET POSITION</b>			
Net investment in capital assets	3,865,975	74,010	3,939,985
Unrestricted	<u>1,064,735</u>	<u>34,771</u>	<u>1,099,506</u>
<b>TOTAL NET POSITION</b>	<u>4,930,710</u>	<u>108,781</u>	<u>5,039,491</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 6,692,747</u>	<u>\$ 108,781</u>	<u>6,801,528</u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT H

## TOWN OF BUCKSPORT, MAINE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Enterprise Funds		Totals
	Sewer Fund	Marina Fund	
<b>OPERATING REVENUES</b>			
Charges for services	\$ 703,318	\$ 51,894	\$ 755,212
Other	31,867	25,210	57,077
<b>TOTAL OPERATING REVENUES</b>	<u>735,185</u>	<u>77,104</u>	<u>812,289</u>
<b>OPERATING EXPENSES</b>			
Payroll	64,003	14,033	78,036
Supplies	47,192	143	47,335
Equipment, maintenance and repairs	20,757	15,998	36,755
Utilities	34,819	2,836	37,655
Fuel	6,528	29,656	36,184
Insurance	4,000	700	4,700
Depreciation	319,207	2,703	321,910
Contracted services	127,865	1,377	129,242
Other	28,162	4,112	32,274
<b>TOTAL OPERATING EXPENSES</b>	<u>652,533</u>	<u>71,558</u>	<u>724,091</u>
<b>OPERATING INCOME (LOSS)</b>	<u>82,652</u>	<u>5,546</u>	<u>88,198</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Interest income	7,597	-	7,597
Interest expense	(23,576)	-	(23,576)
Transfers in	15,412	3,195	18,607
Transfers (out)	-	-	-
<b>TOTAL NON-OPERATING REVENUES (EXPENSES)</b>	<u>(567)</u>	<u>3,195</u>	<u>2,628</u>
<b>CHANGE IN NET POSITION</b>	82,085	8,741	90,826
<b>NET POSITION - JULY 1, RESTATED</b>	<u>4,848,625</u>	<u>100,040</u>	<u>4,948,665</u>
<b>NET POSITION - JUNE 30</b>	<u>\$ 4,930,710</u>	<u>\$ 108,781</u>	<u>\$ 5,039,491</u>

See accompanying independent auditors' report and notes to financial statements.

## STATEMENT I

## TOWN OF BUCKSPORT, MAINE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Enterprise Funds		Totals
	Sewer Fund	Marina Fund	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers	\$ 682,396	\$ 73,555	\$ 755,951
Internal activity - receipts (payments) from/to other funds	(89,081)	(11,699)	(100,780)
Payments to suppliers	(269,239)	(54,826)	(324,065)
Payments to employees	(64,003)	(14,033)	(78,036)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>260,073</u>	<u>(7,003)</u>	<u>253,070</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
(Purchase) sale of investments	(5,425)	-	(5,425)
Interest income	7,597	-	7,597
<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>2,172</u>	<u>-</u>	<u>2,172</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Purchase of capital assets	(153,391)	-	(153,391)
Transfers from other funds	15,412	3,195	18,607
Principal payments on bonds payable	(100,690)	-	(100,690)
Interest payments on bonds payable	(23,576)	-	(23,576)
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<u>(262,245)</u>	<u>3,195</u>	<u>(259,050)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	-	(3,808)	(3,808)
<b>CASH AND CASH EQUIVALENTS - JULY 1</b>	-	4,864	4,864
<b>CASH AND CASH EQUIVALENTS - JUNE 30</b>	<u>\$ -</u>	<u>\$ 1,056</u>	<u>\$ 1,056</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>			
Operating income	\$ 82,652	\$ 5,546	\$ 88,198
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	319,207	2,703	321,910
Changes in operating assets and liabilities:			
(Increase) decrease in accounts receivable	(52,789)	(1,406)	(54,195)
(Increase) decrease in due from other funds	(89,081)	(11,699)	(100,780)
(Increase) decrease in inventory	-	(2,143)	(2,143)
(Increase) decrease in prepaid expenses	500	-	500
Increase (decrease) in accounts payable	-	(4)	(4)
Increase (decrease) in accrued interest	(416)	-	(416)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>\$ 260,073</u>	<u>\$ (7,003)</u>	<u>\$ 253,070</u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>			
Cash paid during the year for:			
Interest	\$ 23,576	\$ -	\$ 23,576

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Reporting Entity**

The Town of Bucksport was incorporated under the laws of the State of Maine. The Town operates under the council-manager form of government and provides the following services: general government, protection, public works, health and sanitation, education, recreation, community and social agencies, and unclassified.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the Town has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Town has chosen not to do so.

The Town's combined financial statements include all accounts and all operations of the Town. We have determined that the Town has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

**Government-Wide and Fund Financial Statements**

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Town's sewer fund and marina fund are categorized as business-type activities. All other activities of the Town are categorized as governmental.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position are reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities.

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions and business-type activities (general government, protection, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Town does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

**Measurement Focus - Basic Financial Statements & Fund Financial Statements**

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. Both fiduciary funds and component units that are fiduciary in nature have been excluded from these financial statements.

The following fund types are used by the Town:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

- a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- c. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.
- d. Permanent Funds are used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Non-operating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the Town:

- a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column, GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

**Budget**

The Town's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. Early in the second half of the year the Town prepares a budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the Town Council was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the Town Council.

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. The Town does not adopt budgets for Special Revenue Funds.

**Deposits and Investments**

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The Town's investment policy requires collateralization of accounts and deposits exceeding an amount equal to 25% of capital, surplus, and undivided profits as defined by the laws of the State of Maine.

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities.
- Certificates of deposits and other evidences of deposits at banks, savings and loan associations, and credit unions.
- Repurchase agreements
- Money market mutual funds

**Inventories**

Inventories consist of expendable supplies held for consumption and are valued at cost. Under the consumption method, the costs of inventory items are recognized as expenditures when used. In the general fund, inventory consists of diesel fuel, gasoline, winter salt and sand and gravel. Inventory in the marina fund consists of gasoline and supplies. Inventories of supplies in the sewer fund are considered to be expenditures at the time of purchase and are not included in the sewer fund balance sheet.

**Interfund Receivables and Payables**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Transactions Between Funds**

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

**Allowance for Uncollectible Accounts**

The allowance for uncollectible accounts for the ambulance receivables and micro-loans was estimated to be \$161,952 and \$26,174, respectively, as of June 30, 2015.

**Capital Assets**

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals, and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated fixed assets are valued at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. The Town has not retroactively recorded infrastructure.

Estimated useful lives are as follows:

Buildings and improvements	10 - 70 years
Infrastructure	20 - 50 years
Machinery and equipment	5 - 30 years
Vehicles	5 - 30 years

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Long-term Obligations**

The accounting treatment of long-term debt 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.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in government-wide statements. The long-term debt consists primarily of bonds payable, compensated absences and net pension liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

**Compensated Absences**

The Town's policies regarding vacation and sick time permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2015, the Town's liability for compensated absences is \$179,041.

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Participating Local District (PLD) Consolidated Plan and additions to/deductions from the PLD Consolidated Plan's fiduciary net position have been determined on the same basis as they are reported by the PLD Consolidated Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Net Position**

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

for those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

**Fund Balance**

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

**Nonspendable** – This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

**Restricted** – This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

**Committed** – This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Town. The inhabitants of the Town through Town meetings and/or the Town Council are the highest level of decision-making authority of the Town. Commitments may be established, modified, or rescinded only through a Town meeting vote.

**Assigned** – This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is expressed by the Town Council.

**Unassigned** – This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of assigned funds, and then unassigned funds, as needed.

**Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of financial position and/or balance sheet will at times report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has only one type of item, deferred outflows related to pensions. This item is reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has deferred tax revenues, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, this item is reported in the governmental funds balance sheet. Prepaid taxes also qualify for reporting in this category. This item is reported in both the statements of net position and governmental funds balance sheet. Deferred inflows related to pensions qualifies for reporting in this category as well. This item is reported only in the statement of net position. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Revenue Recognition - Property Taxes - Modified Accrual Basis**

The Town's property tax for the current year was levied July 1, 2014 on the assessed value listed as of April 1, 2014, for all real and personal property located in the Town. Taxes were due in two installments on August 31, 2014 and March 31, 2015. Interest on unpaid taxes commenced on September 1, 2014 and April 1, 2015, at 7% per annum.

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. The remaining receivables have been recorded as deferred revenues.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

excess of 100% is referred to as overlay, and amounted to \$94,290 for the year ended June 30, 2015.

Tax liens are placed on real property within twelve months following the tax commitment date if taxes are delinquent. The Town has the authority to foreclose on property eighteen months after the filing of the lien if tax liens and associated costs remain unpaid.

**Program Revenues**

Program revenues include all directly related income items applicable to a particular program (grant income/expenses).

**Operating/Non-operating Proprietary Fund Revenues**

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund.

**Encumbrance Accounting**

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Town does not utilize encumbrance accounting for its general fund.

**Use of Estimates**

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Town's investment policies, which follow state statutes, require that all investments be made considering the safe and sound investment of principal and preservation of capital in the overall portfolio, maintenance of sufficient liquidity to meet day-to-day operations and other cash requirements and maximization of income, within established investment risk guidelines, with consistent cash flows throughout the budgetary cycle. These investment policies apply to all Town funds.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)

**Deposits:**

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits. The Town does not have a policy covering custodial credit risk for deposits. However, the Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes. At June 30, 2015, the Town's cash balance of \$4,548,785 was comprised of bank deposits amounting to \$4,553,402. Of these bank deposits, \$775,242 was insured by federal depository insurance and consequently was not exposed to custodial credit risk, \$3,741,077 was collateralized with securities held by the financial institution in the Town's name and \$37,083 was covered by the Securities Investors Protection Corporation (SIPC).

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 2,747,447
Repurchase agreement	142,703
Money market account	1,626,169
Cash and cash equivalents	37,083
	<u>\$ 4,553,402</u>

**Investments:**

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Town does not have a policy for custodial credit risk for investments.

At June 30, 2015, the Town's investments of \$8,210,100 were comprised of \$23,945 of stocks that are registered in the Town's name, held by the Town and therefore not exposed to custodial credit risk. \$90,808 of open-ended mutual funds was collateralized and not exposed to custodial credit risk. \$608,523 of equities and fixed income was covered by the Securities Investors Protection Corporation (SIPC) or was collateralized with securities held by the financial institution in the Town's name. \$7,486,824 of certificates of deposit was collateralized with securities held by the financial institution in the Town's name.

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2015, the Town had the following investments and maturities:

Investment Type	Fair Value	Not Applicable	Less than 1 Year	1 - 5 Years
Certificates of deposit	\$ 7,486,824	\$ -	5,214,690	\$ 2,272,134
Mutual funds - open-ended	90,808	90,808	-	-
Equities	144,015	144,015	-	-
Fixed income	464,508	337,849	50,592	76,067
Stocks	23,945	23,945	-	-
	<u>\$ 8,210,100</u>	<u>\$ 596,617</u>	<u>\$ 5,265,282</u>	<u>\$ 2,348,201</u>

Credit risk – Statutes for the State of Maine authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Town does not have an investment policy on credit risk. Generally, the Town invests excess funds in money market accounts and various certificates of deposit.

Interest rate risk – is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town does not have a policy related to interest rate risk.

The Town has determined that it has complied with state and federal laws governing the investment of public funds.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2015 consisted of the following individual fund receivables and payables:

	Receivables (Due from)	Payables (Due to)
General Fund	\$ 14,094	\$ 3,520,043
TIF Fund	702,329	-
Nonmajor Special Revenue Funds	378,683	13,440
Nonmajor Capital Projects Funds	2,017,152	-
Nonmajor Permanent Funds	85,944	654
Enterprise Funds	335,935	-
	<u>\$ 3,534,137</u>	<u>\$ 3,534,137</u>

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

**NOTE 4 - CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended June 30, 2015:

	Balance, 7/1/14 (Restated)	Additions	Disposals	Balance, 6/30/15
<b>Governmental activities</b>				
<b>Non-depreciated assets:</b>				
Land	\$ 1,516,122	\$ -	\$ -	\$ 1,516,122
Construction in progress	1,492,100	181,257	-	1,673,357
Artwork	11,450	-	-	11,450
	<u>3,019,672</u>	<u>181,257</u>	<u>-</u>	<u>3,200,929</u>
<b>Depreciated assets:</b>				
Buildings	3,816,046	-	-	3,816,046
Building improvements	1,055,092	4,470	-	1,059,562
Furniture and fixtures	5,368	-	-	5,368
Equipment	1,422,298	39,922	-	1,462,220
Vehicles	2,659,995	305,558	(54,396)	2,911,157
Infrastructure	11,625,107	-	-	11,625,107
	<u>20,583,906</u>	<u>349,950</u>	<u>(54,396)</u>	<u>20,879,460</u>
Less: accumulated depreciation	<u>(12,308,612)</u>	<u>(645,985)</u>	<u>54,396</u>	<u>(12,900,201)</u>
	<u>8,275,294</u>	<u>(296,035)</u>	<u>-</u>	<u>7,979,259</u>
<b>Net governmental capital assets</b>	<u>\$ 11,294,966</u>	<u>\$ (114,778)</u>	<u>\$ -</u>	<u>\$ 11,180,188</u>
	Balance, 7/1/14 (Restated)	Additions	Disposals	Balance, 6/30/15
<b>Business-type activities</b>				
<b>Non-depreciated assets:</b>				
Land	\$ 676,899	\$ -	\$ -	\$ 676,899
Construction in progress	318,482	153,391	-	471,873
	<u>995,381</u>	<u>153,391</u>	<u>-</u>	<u>1,148,772</u>
<b>Depreciated assets:</b>				
Buildings	4,591,913	-	-	4,591,913
Building improvements	875,270	-	-	875,270
Furniture and fixtures	704	-	-	704
Equipment	82,934	-	-	82,934
Vehicles	53,205	-	-	53,205
Infrastructure	5,670,886	-	-	5,670,886
	<u>11,274,912</u>	<u>-</u>	<u>-</u>	<u>11,274,912</u>
Less: accumulated depreciation	<u>(6,406,725)</u>	<u>(321,910)</u>	<u>-</u>	<u>(6,728,635)</u>
	<u>4,868,187</u>	<u>(321,910)</u>	<u>-</u>	<u>4,546,277</u>
<b>Net business-type capital assets</b>	<u>\$ 5,863,568</u>	<u>\$ (168,519)</u>	<u>\$ -</u>	<u>\$ 5,695,049</u>

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 4 - CAPITAL ASSETS (CONTINUED)

<u>Current year depreciation:</u>	
General government	\$ 90,361
Protection	137,567
Public works	332,749
Health and sanitation	12,992
Recreation	72,316
Total governmental activities depreciation expense	<u>645,985</u>
Sewer fund	319,207
Marina	2,703
Total business-type activities depreciation expense	<u>321,910</u>
Total depreciation expense	<u>\$ 967,895</u>

NOTE 5 - NOTE RECEIVABLE

On December 5, 2011, the Town entered into a note receivable from Chambers Realty LLC for an assisted living facility. The original amount of the note was for \$200,000 with 0% interest. As long as the property is maintained and operated as an assisted living facility for 15 years in accordance with the terms set forth in the agreement, there shall be no payments due from the borrower in repayment of the loan and the loan shall be forgiven at the end of the 15 year period. The following is a summary of changes in the note receivable for the year ended June 30, 2015:

	<u>Balance,</u> <u>7/1/14</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance,</u> <u>6/30/15</u>
Note receivable	\$ 173,324	\$ -	\$ (13,338)	\$ 159,986
Totals	<u>\$ 173,324</u>	<u>\$ -</u>	<u>\$ (13,338)</u>	<u>\$ 159,986</u>

NOTE 6 - LONG-TERM RECEIVABLE

As of July 1, 2009, the Bucksport school department became a member of Regional School Unit (RSU) No. 25. The RSU Plan requires that the RSU be responsible for payment of all school-related long-term debt on behalf of the Town. As of June 30, 2015, a long-term receivable has been recorded for \$3,290,696, which represents school-related general obligation bonds. The State of Maine Department of Education is responsible for paying approximately 92% of the debt service on general obligation bonds directly to the Maine Municipal Bond Bank. The remaining debt service for bonds is paid by the RSU.

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 7 - LONG TERM DEBT

The following is a summary of changes in the long-term debt for the year ended June 30, 2015:

	Balance, 7/1/14 (Restated)	Additions	Deletions	Balance, 6/30/15	Current Portion
<b>Governmental activities:</b>					
Bonds payable	\$ 3,806,158	\$ -	\$ (515,462)	\$ 3,290,696	\$ 411,337
Accrued compensated absences	225,017	-	(45,976)	179,041	179,041
Net pension liability	514,429	43,285	(307,893)	249,821	59,370
<b>Totals</b>	<b>\$ 4,545,604</b>	<b>\$ 43,285</b>	<b>\$ (869,331)</b>	<b>\$ 3,719,558</b>	<b>\$ 649,748</b>
<b>Business-type activities:</b>					
Bonds payable	\$ 1,855,754	\$ -	\$ (100,690)	\$ 1,755,064	\$ 101,696
<b>Totals</b>	<b>\$ 1,855,754</b>	<b>\$ -</b>	<b>\$ (100,690)</b>	<b>\$ 1,755,064</b>	<b>\$ 101,696</b>

The following is a summary of outstanding bonds payable:

Governmental activities:

\$8,226,730, 2002 General Obligation Bonds due in annual principal payments of \$411,336, through November of 2022. Interest is charged at a rate varying from 3.050% to 5.250% per annum.

\$ 3,290,696

Total governmental activities

3,290,696

Business-type activities:

\$2,151,880, 2010 General Obligation Bonds due in annual installments, calculated using the level debt method, through October of 2030. Interest is charged at a rate of 1.00% per annum.

1,755,064

Total business-type activities

1,755,064

Total Bonds Payable

\$ 5,045,760

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 7 - LONG TERM DEBT (CONTINUED)

The following is a summary of outstanding bond principal and interest requirements for the next five fiscal years ending June 30:

	<u>Governmental Activities</u>			<u>Business-type Activities</u>		<u>Total Debt Service</u>
	<u>General Obligation</u>			<u>Sewer</u>		
	<u>Principal</u>	<u>Principal Credit</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2016	\$ 411,337	\$ -	\$ 134,540	\$ 101,696	\$ 22,979	\$ 670,552
2017	411,337	-	113,345	102,713	21,957	649,352
2018	411,337	-	91,876	103,741	20,924	627,878
2019	411,337	-	70,418	104,778	19,881	606,414
2020	411,337	-	48,903	105,826	18,828	584,894
2021-2025	1,234,011	(22,481)	37,940	545,216	77,969	1,872,655
2026-2030	-	-	-	573,028	50,012	623,040
2031-2035	-	-	-	118,066	6,523	124,589
	<u>\$ 3,290,696</u>	<u>\$ (22,481)</u>	<u>\$ 497,022</u>	<u>\$ 1,755,064</u>	<u>\$ 239,073</u>	<u>\$ 5,759,374</u>

All bonds payable are direct obligations of the Town, for which its full faith and credit are pledged. The Town is not obligated for any special assessment debt. All debt is payable from taxes levied on all taxable property within the Town. Principal credit represents the Town's portion of savings realized by the Maine Municipal Bond Bank upon debt refunding, amortized over the remaining life of the bond.

NOTE 8 - NONSPENDABLE FUND BALANCES

At June 30, 2015, the Town has the following nonspendable fund balances:

General fund:	
Inventory	\$ 13,254
Nonmajor permanent funds (Schedule I)	<u>140,198</u>
	<u>\$ 153,452</u>

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

**NOTE 9 - RESTRICTED FUND BALANCES**

At June 30, 2015, the Town has the following restricted fund balances:

General fund:	
Highway block grant	\$ 20,470
State revenue sharing	64,742
TIF fund	702,329
Nonmajor special revenue funds (Schedule E)	216,220
Nonmajor permanent funds (Schedule I)	67,921
	<u>\$ 1,071,682</u>

**NOTE 10 - COMMITTED FUND BALANCES**

At June 30, 2015, the Town has the following committed fund balances:

General fund:	
Amount committed for FY 2016 budget	\$ 200,000
Loans receivable	159,986
Nonmajor capital projects funds (Schedule G)	1,919,839
	<u>\$ 2,279,825</u>

**NOTE 11 - ASSIGNED FUND BALANCES**

At June 30, 2015, the Town has the following assigned fund balances:

General fund:	
Education	\$ 531,328
Solid waste	11,220
Nonmajor special revenue funds (Schedule E)	367,954
Nonmajor capital projects funds (Schedule G)	97,313
	<u>\$ 1,007,815</u>

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 12 - OVERLAPPING DEBT

The Town is contingently liable for its proportionate share of any defaulted debt by entities of which it is a member. At June 30, 2015, the Town's share was approximately:

	Outstanding Debt	Town's Percentage	Total Share
County of Hancock	\$ 336,500	5.20%	\$ 17,498
RSU #25	5,406,758	66.99%	3,621,987
			\$ 3,639,485

NOTE 13 - RISK MANAGEMENT

The Town is a member of the Maine Municipal Association – Worker Compensation Trust Fund (“Fund”). The Fund was created to formulate, develop and administer a program of modified self-funding for the Fund’s membership, obtain lower costs for worker’s compensation coverage and develop a comprehensive loss control program. The Town pays an annual premium to the fund for its worker’s compensation coverage. The Town’s agreement with the Fund provides that the fund will be self-sustaining through member premiums and will provide, through commercial companies’ reinsurance contracts, coverage for claims in excess of \$1,000,000.

The Town has its liability insurance through the Maine Municipal Association. The Town pays an annual premium for its property and liability coverage. Under the property coverage portion of the policy, coverage is provided after a \$1,000 per occurrence deductible is met; the current total property value is \$10,722,683. Under the general liability portion of the policy, the limit is \$400,000 per occurrence for causes of action pursuant to the Maine Tort Claims Act. Coverage is limited to those areas for which governmental immunity has been expressly waived and \$2,000,000 per occurrence for causes of action pursuant to federal law or state law for which immunity is not proved by the Maine Tort Claims Act. The same limit applies for Law Enforcement after a \$1,000 per occurrence deductible is met. For public official liability and employment practices liability, the coverage is \$2,000,000 per occurrence and \$4,000,000 aggregate with a \$5,000 deductible.

Based on the coverage provided by the insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded as of June 30, 2015. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 14 - LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

The Town of Bucksport's landfill is at 100% capacity to date. Therefore, the estimated remaining landfill life is zero years. Federal and state laws require that certain post closure care be met. The Town estimates that on an annual basis, some immaterial costs will be incurred for post closure care. The annual amount will be paid for within the Town's annual operating budget.

NOTE 15 - DEFINED BENEFIT PENSION PLAN

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM

**Plan Description**

Town employees contribute to the Maine Public Employees Retirement System (MainePERS), a cost-sharing multiple-employer defined benefit pension plan established by the Maine State Legislature. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the Participating Local District (PLD) Consolidated Plan's advisory group, which reviews the terms of the plan and periodically makes recommendations to the Legislature to amend the terms. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the Consolidated Plan. That report may be obtained online at [www.maineopers.org](http://www.maineopers.org) or by contacting the System at (800) 451-9800.

**Benefits Provided**

The Maine Public Employees Retirement System provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. The System's retirement programs provide defined retirement benefits based on members' average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit (effective October 1, 1999, the prior ten year requirement was reduced by legislative action to five years for employees of PLDs). In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. For PLD members, normal retirement age is 60. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The System also provides disability and death benefits which are established by contract with PLD employers under applicable statutory provisions.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual rate of interest credited to members' accounts is set by the System's Board of Trustees and is currently 5.0%.

**Contributions**

Retirement benefits are funded by contributions from members and employers and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. The Town's police and fire department employees are part of the PLD's special plan "4N" and are required to contribute 8.0% of their annual covered salary, while all other employees are part of the PLD's plan "AN" and are required to contribute 7.0% of their annual covered salary and the Town is required to contribute at an actuarially determined rate. The current rates for special plan "4N" and plan "AN" are 4.0% and 4.1%, respectively of covered payroll. The contribution rates of plan members and the Town are established and may be amended by the Maine Public Employee Retirement Systems advisory group. The Town's contribution to the MainePERS PLD Consolidated Plan for the year ended June 30, 2015 was \$68,195.

As of June 30, 2015, the Town had an individual un-pooled pension asset of \$484,505. This was effective June 30, 1996 when the Town withdrew from the Maine State Retirement System and opted not to join the PLD Consolidated Plan. The Town has received a distribution of their individual un-pooled pension asset at June 30, 2015. It is the Town's intent to use a portion of this asset as an offset to cover the cost of current and future contributions due to fund the plan. The Town's contributions for the year ended June 30, 2015 have been adjusted accordingly and reflect the gross contributions due for service prior to applying the offset from this asset.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2015, the Town reported a liability of \$249,821 for its proportionate share of the net pension liabilities for the plan. The net pension liabilities were measured as of June 30, 2014, and the total pension liabilities used to calculate the net pension liabilities was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liabilities were based on a projection of the Town's long-term share of contributions to each pension plan relative to the projected contributions of all PLDs, actuarially determined. At June 30, 2014, the Town's proportion was 0.162347%, which was a decrease of 0.004535% from its proportion measured as of June 30, 2013.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

For the year ended June 30, 2015, the Town recognized total pension expense of \$32,082. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	PLD Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 31,370	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	265,326
Changes in proportion and differences between contributions and proportionate share of contributions	-	10,485
Contributions subsequent to the measurement date	68,195	-
Total	<u>\$ 99,565</u>	<u>\$ 275,811</u>

\$68,195 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PLD Plan
Year ended June 30:	
2016	\$ 59,370
2017	59,370
2018	59,371
2019	66,332
2020	-
Thereafter	-

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Actuarial Methods and Assumptions**

The collective total pension liability for the Plan was determined by an actuarial valuation as of June 30, 2014 and 2013, using the following methods and assumptions applied to all periods included in the measurement:

*Actuarial Cost Method*

The Entry Age Normal actuarial funding method is used to determine costs. Under this funding method, the total employer contribution rate consists of two elements: the normal cost rate and the unfunded actuarial liability (UAL) rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each employee. This rate is determined by taking the value, as of age at entry into the plan, of the member's projected future benefits, and dividing it by the value, also as of the member's entry age, of his or her expected future salary. The normal cost for each employee is the product of his or her pay and his or her normal cost rate. The normal cost for the group is the sum of the normal costs for all members.

Experience gains and losses, i.e., decreases or increases in liabilities and/or in assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

*Asset Valuation Method*

The actuarial valuation employs a technique for determining the actuarial value of assets which dampens the swing in the market value. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

*Amortization*

The net pension liability of the PLD Consolidated Plan is amortized on an open basis over a period of fifteen years.

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2014 and June 30, 2013 are as follows:

*Investment Rate of Return* - For the PLD Plan, 7.25% per annum, compounded annually.

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Actuarial Methods and Assumptions (Continued)**

*Salary Increases, Merit and Inflation* - Members of the consolidated plan for PLDs, 3.50% to 9.50% per year.

*Mortality Rates* - For participating local districts, the RP2000 Tables projected forward to 2015 using Scale AA are used; for all recipients of disability benefits, the Revenue Ruling 96-7 Disabled Mortality Table for Males and Females is used.

*Cost of Living Benefit Increases* - 3.12% for participating local districts.

The long-term expected rate of return on pension plan assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as June 30, 2014 are summarized in the following table:

Asset Class	PLD Plan	
	Target Allocation	Long-term Expected Real Rate of Return
US equities	20%	5.2%
Non-US equities	20%	5.5%
Private equity	10%	7.6%
Real assets:		
Real estate	10%	3.7%
Infrastructure	10%	4.0%
Hard assets	5%	4.8%
Fixed income	25%	0.0%

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Actuarial Methods and Assumptions (Continued)**

*Discount Rate*

The discount rate used to measure the collective total pension liability was 7.25% for 2014 and 2013. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following table shows how the collective net pension liability/(asset) as of June 30, 2014 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate. The current rate is 7.25% for the PLD Consolidated Plan.

	1% Decrease	Discount Rate	1% Increase
<u>PLD Plan:</u>			
Discount rate	6.25%	7.25%	8.25%
Town's proportionate share of the net pension liability	\$ 779,369	\$ 249,821	\$ (192,815)

**Changes in Net Pension Liability**

Changes in net pension liability are recognized in pension expense for the year ended June 30, 2014 with the following exceptions.

*Differences between Expected and Actual Experience*

The difference between expected and actual experience with regard to economic or demographic factors were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. For 2014, this was 4 years for the PLD Consolidated Plan.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 15 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Changes in Net Pension Liability (Continued)**

*Differences between Projected and Actual Investment Earnings*

Differences between projected and actual investment earnings were recognized in pension expense using a straight-line amortization method over a closed five-year period.

*Changes in Assumptions*

Differences due to changes in assumptions about future economic or demographic factors or other inputs were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. There were no changes in assumptions for the PLD Consolidated Plan.

*Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions*

Differences resulting from a change in proportionate share of contributions and differences between total employer contributions and the employer's proportionate share of contributions were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. Differences between total employer contributions and the employer's proportionate share of contributions may arise when an employer has a contribution requirement for an employer specific liability.

**Pension Plan Fiduciary Net Position**

Additional financial and actuarial information with respect to the Plan can be found in the MainePERS' 2014 Comprehensive Annual Financial Report available online at [www.maineper.org](http://www.maineper.org) or by contacting the System at (800) 451-9800.

NOTE 16 – DEFERRED COMPENSATION PENSION PLAN

**INTERNATIONAL CITY MANAGERS ASSOCIATION - RETIREMENT CORPORATION**

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits the employee to defer a portion of salary until future years. There is no employer match by the Town. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergency.

TOWN OF BUCKSPORT, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 16 – DEFERRED COMPENSATION PENSION PLAN (CONTINUED)

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) to be held in a trust for the exclusive benefit of the participants and their beneficiaries.

It is the opinion of the Town's management that the Town has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

NOTE 17 - OTHER POSTEMPLOYMENT BENEFITS

The Town, in accordance with its current life insurance company agreement, provides life insurance benefits to eligible retirees and their spouses. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts towards the cost of receiving benefits under the Town's life insurance benefits program.

Funding policy – The Town currently funds claims and administrative costs for postemployment benefits through its life insurance company or through current year expenditures.

The current census of Town benefit participants as of June 30, 2015 was seventeen participants. Total expenditures for the year ended June 30, 2015 were \$2,093.

NOTE 18 - TAX INCREMENT FINANCING AGREEMENT

On March 20, 1997, the Bucksport Town Council approved the Champion International Tax Increment Financing District (TIF) and adopted a development program for the District as authorized pursuant to Chapter 207 of Title 30-A of the Maine Revised Statutes as amended. The development program for the district was amended March 27, 2000. The original valuation of the property (adjusted for revised assessment) is \$64,993,368; \$45,178,331 in TIF captured value was added, bringing the 2014-15 valuation of the property to \$114,774,430. Seventy-five percent of the property taxes to be generated on the improvements within the District will be returned to the developer while the remaining 25% will be kept by the Town to fund a development plan as approved by the Office of Economic and Community Development on March 31, 1997. The District expires after a twenty-year period and all tax revenues will be returned to the general operating fund of the Town. The TIF agreement was amended on March 27, 2000. Ownership of the District was transferred to International Paper in 2003.

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 18 - TAX INCREMENT FINANCING AGREEMENT (CONTINUED)

On October 28, 2010, the Bucksport Town Council voted to approve the second amendment request on the now "Verso Bucksport" TIF District, extending the District life by 10 years through March 31, 2027 along with certain other amendments to the Development Plan, consistent with MRSA 30-A § 5224. The Office of Economic and Community Development approved the amendment request on March 22, 2011.

In addition, Verso Paper requested a new thirty-year TIF District, which includes new electrical energy capacity by reconfiguration of its energy plant, modifying the waste fuel biomass boiler and adding a 20-30 megawatt turbine. The Bucksport Town Council voted to approve the request on October 28, 2011. It was approved by the Office of Economic and Community Development on March 29, 2012. The new District captures 100% of the taxable improvements and returns 75% of the captured revenues to the Company to help finance a portion of the project. The Development Plan will finance public improvements outside, but directly related to, the District. The original valuation of the property was \$18,207,173; \$38,257,664 in TIF captured value was added, bringing the 2014-15 valuation of the property to \$56,602,944.

Due to the closure of the mill, the two TIFs related to the mills are being eliminated in agreement with the new owners of the site in order to provide a clean slate for the property. The new owners may apply for other TIFs depending on the nature of the redevelopment of the site.

On March 27, 2003, the Bucksport Town Council approved a Tax Increment Financing District for Ellis & Guerrette. The original valuation of the property was \$28,300; \$1,076,340 in TIF captured value was added, bringing the 2014-15 valuation of the property to \$1,104,640. Fifty percent of the property taxes to be generated on the improvements within the District will be returned to the developer for 14 years or until \$71,000 is returned to the developer. The remaining 50% will be retained by the Town and used to fund the development plan of the District.

On February 28, 2011, the Bucksport Town Council approved a Tax Increment Financing District for Leadbetter Realty Trust. The original valuation of the property was \$16,600; \$375,200 in TIF captured value was added, bringing the 2014-15 valuation of the property to \$391,800. Fifty percent of the property taxes to be generated on the improvements within the District will be returned to the developer for 15 years or until \$40,000 is returned to the developer. The remaining 50% will be retained by the Town and used to fund the development plan of the District.

TOWN OF BUCKSPORT, MAINE  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015

NOTE 19 - JOINT VENTURE

The Town of Bucksport is a member of the Joint Venture of the Equity Charter Municipalities of Municipal Review Committee, Inc. (Joint Venture). The Joint Venture is an organization that resulted from a contractual arrangement between certain member municipalities, Penobscot Energy Recovery Company (PERC) and Bangor Hydro Electric Company. It was formed to pool resources of the Equity Charter Municipalities for the long-term goal of handling the disposal of their present and projected volumes of non-hazardous municipal solid waste. As of December 31, 2014 (most recent data available), the Town of Bucksport's share of the Joint Venture's net position was \$492,891. Complete financial statements may be obtained from the Municipal Review Committee, 40 Harlow Street, Bangor, Maine 04401.

NOTE 20 – DEFICIT FUND BALANCES/NET POSITION

At June 30, 2015, the Town has the following funds with deficit fund balances:

Bucksport Police Department	\$	320
2013 CDBG Housing Assistance		<u>12,258</u>
	<u>\$</u>	<u>12,578</u>

NOTE 21 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Town's financial position.

The Town participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Town's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

NOTE 22 – RESTATEMENTS

The net position of the governmental activities has been restated at July 1, 2014 to account for the implementation of GASB Statement No. 68 *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27 (Issued 06/12)*. As a result, the beginning balance has been reduced by \$458,149.

TOWN OF BUCKSPORT, MAINE  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 22 – RESTATEMENTS (CONTINUED)

The beginning net position for the business-type activities has been restated as of July 1, 2014. This balance was restated to correct the capital asset balance in the sewer fund. The sewer fund and the business-type activities were restated by \$17,039.

The beginning net position for the business-type activities has been restated as of July 1, 2014. This balance was restated to correct the accumulated depreciation balance in the sewer and marina funds. The sewer fund and the marina fund were restated by \$97,835, and \$548, respectively.

The beginning net position for the governmental activities has been restated as of July 1, 2014. This balance was restated to correct the accumulated depreciation balance. The governmental activities were restated by \$198,292.

The net restatement to the governmental activities and business-type activities was (\$259,857) and \$115,422, respectively.

NOTE 23 – COMPARATIVE DATA/RECLASSIFICATIONS

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the Town's financial position and operations. Also, certain amounts presented in the prior year's data have been reclassified to be consistent with the current year's presentation.

NOTE 24 – SUBSEQUENT EVENTS

The fiscal impact of the mill closure is reflected in the dramatic reduction in value from 2014/15 to the 2015/16 tax year. However, fortunately the Town was successful in its application to the State Department of Revenue services under the Sudden and Severe Impact law that allows for the April 1, 2016 assessment for State aid assessment purposes (education, state revenue sharing) to reflect the loss of mill valuation. The result is significantly more state aid to education for RSU 25, and a much smaller local assessment for Bucksport. The Town utilized 25% of its fund balance in FY 15/16 and raised the mil rate \$3 to maintain services and wait for the Sudden and Severe application to be processed. In the coming year, (16/17), we do not anticipate an additional mil rate increase will be necessary and the use of a large percentage of fund balance will also not be necessary.

## Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Government Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions

## TOWN OF BUCKSPORT, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS  
 BUDGET AND ACTUAL – GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2015

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 9,113,510	\$ 9,113,510	\$ 9,113,510	\$ -
Resources (Inflows):				
Property taxes	10,056,945	10,056,945	10,044,899	(12,046)
Excise taxes	561,100	561,100	741,954	180,854
Intergovernmental	1,209,908	1,209,908	1,217,639	7,731
Charges for services	706,793	706,793	657,564	(49,229)
Interest on taxes	24,000	24,000	33,477	9,477
Interest income	88,135	88,135	89,716	1,581
Miscellaneous revenues	332,601	332,601	343,641	11,040
Transfers from other funds	4,500	4,500	4,500	-
Amounts Available for Appropriation	<u>22,097,492</u>	<u>22,097,492</u>	<u>22,246,900</u>	<u>149,408</u>
Charges to Appropriations (Outflows):				
General government	1,508,252	1,508,252	1,477,286	30,966
Protection	1,613,331	1,613,331	1,522,341	90,990
Public works	1,048,010	1,060,710	1,089,169	(28,459)
Health and sanitation	320,356	320,356	262,915	57,441
Community and social agencies	59,621	59,621	59,409	212
Education	6,455,417	6,455,417	6,455,417	-
Recreation	226,809	226,809	222,603	4,206
Cemeteries	3,920	3,920	2,170	1,750
County tax	272,132	272,132	272,132	-
Unclassified	107,628	219,302	82,161	137,141
Transfers to other funds	1,795,175	2,139,094	2,139,094	-
Total Charges to Appropriations	<u>13,410,651</u>	<u>13,878,944</u>	<u>13,584,697</u>	<u>294,247</u>
Budgetary Fund Balance, June 30	<u>\$ 8,686,841</u>	<u>\$ 8,218,548</u>	<u>\$ 8,662,203</u>	<u>\$ 443,655</u>
Utilization of restricted fund balance	\$ 50,000	\$ 393,919	\$ -	\$ (393,919)
Utilization of committed fund balance	364,669	364,669	-	(364,669)
Utilization of assigned fund balance	12,000	12,000	-	(12,000)
Utilization of unassigned fund balance	-	124,374	-	(124,374)
	<u>\$ 426,669</u>	<u>\$ 894,962</u>	<u>\$ -</u>	<u>\$ (894,962)</u>

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
LAST 10 FISCAL YEARS\*

<u>PLD Plan:</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability (asset)	0.16%	0.17%
Proportionate share of the net pension liability (asset)	\$ 249,821	\$ 514,429
Covered-employee payroll	\$ 1,685,602	\$ 1,585,157
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	14.82%	32.45%
Plan fiduciary net position as a percentage of the total pension liability	94.10%	87.50%

\* The amounts presented for each fiscal year were determined as of June 30, and are for those years for which information is available.

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

SCHEDULE OF CONTRIBUTIONS  
LAST 10 FISCAL YEARS\*

	<u>2015</u>	<u>2014</u>
<u>PLD Plan:</u>		
Contractually required contribution	\$ 68,195	\$ 56,280
Contributions in relation to the contractually required contribution	<u>(68,195)</u>	<u>(56,280)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,685,602	\$ 1,585,157
Contributions as a percentage of covered- employee payroll	4.05%	3.55%

\* The amounts presented for each fiscal year are for those years for which information is available.

See accompanying independent auditors' report and notes to financial statements.

### Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Government Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule – General Fund Revenues
- Schedule of Departmental Operations – General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet – Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds
- Combining Balance Sheet – Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Permanent Funds
- Schedule of General Capital Assets by Function
- Schedule of Changes in General Capital Assets by Function

## TOWN OF BUCKSPORT, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS  
 BUDGET AND ACTUAL – GENERAL FUND REVENUES  
 FOR THE YEAR ENDED JUNE 30, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
Property taxes	\$ 10,056,945	\$ 10,056,945	\$ 10,044,899	\$ (12,046)
Excise taxes:				
Auto excise	556,600	556,600	736,252	179,652
Boat excise	4,500	4,500	5,702	1,202
Intergovernmental revenues:				
State revenue sharing	157,235	157,235	164,861	7,626
Homestead exemption	79,342	79,342	79,342	-
Local road assistance	60,772	60,772	61,844	1,072
Tree growth reimbursement	22,120	22,120	24,355	2,235
Veterans' reimbursement	2,000	2,000	3,223	1,223
General assistance reimbursement	6,000	6,000	5,756	(244)
BETE reimbursement	682,318	682,318	682,408	90
Department subsidies	200,121	200,121	195,533	(4,588)
Other	-	-	317	317
Charges for services:				
Auto registration fees	16,000	16,000	16,120	120
Town clerk revenues	10,000	10,000	12,517	2,517
Planning board fees	1,000	1,000	2,400	1,400
Code enforcement fees	9,000	9,000	5,617	(3,383)
Plumbing inspector fees	2,500	2,500	3,563	1,063
Ambulance user fees	421,500	421,500	434,933	13,433
Fire revenue	-	-	471	471
Police revenue	34,715	34,715	3,845	(30,870)
Animal control fees	6,497	6,497	19,538	13,041
Highway revenue	7,300	7,300	320	(6,980)
Recycling revenue	24,600	24,600	18,902	(5,698)
Solid waste fees	47,720	47,720	32,709	(15,011)
MERC revenue	45,000	45,000	38,237	(6,763)
Recreation fees	40,961	40,961	40,954	(7)
Cable TV revenue	40,000	40,000	23,475	(16,525)
Mooring and docking fees	-	-	3,963	3,963
Interest:				
Taxes	24,000	24,000	33,477	9,477
Deposit and investment accounts	88,135	88,135	89,716	1,581
Other income:				
Tax lien cost	12,988	12,988	13,213	225
TIF revenue	306,713	306,713	306,713	-
Fee in lieu of taxes	10,800	10,800	12,183	1,383
Snowmobile revenue	1,100	1,100	1,172	72
Other income	1,000	1,000	10,360	9,360
Transfers in:				
Spofford fund	4,500	4,500	4,500	-
<b>Total revenues</b>	<b>\$ 12,983,982</b>	<b>\$ 12,983,982</b>	<b>\$ 13,133,390</b>	<b>\$ 149,408</b>

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF BUCKSPORT, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
<b>EXPENDITURES</b>					
<b>General government:</b>					
Administration	\$ 427,502	\$ -	\$ 427,502	\$ 395,645	\$ 31,857
Municipal planning	60,425	-	60,425	57,080	3,345
Assessor's office	58,542	-	58,542	56,709	1,833
Municipal building	23,062	-	23,062	20,485	2,577
Insurance & benefits	849,778	-	849,778	864,966	(15,188)
Contingency	14,000	-	14,000	6,142	7,858
Public access channel	2,775	-	2,775	498	2,277
Economic development	72,168	-	72,168	75,761	(3,593)
	<u>1,508,252</u>	<u>-</u>	<u>1,508,252</u>	<u>1,477,286</u>	<u>30,966</u>
<b>Protection:</b>					
Fire protection	366,944	-	366,944	339,318	27,626
Police department	492,136	-	492,136	429,186	62,950
Dispatcher service	179,467	-	179,467	174,950	4,517
Ambulance service	299,395	-	299,395	305,329	(5,934)
Public safety building	36,056	-	36,056	36,075	(19)
Public safety utilities	239,333	-	239,333	237,483	1,850
	<u>1,613,331</u>	<u>-</u>	<u>1,613,331</u>	<u>1,522,341</u>	<u>90,990</u>
<b>Public works:</b>					
General highways	1,026,323	12,700	1,039,023	1,073,616	(34,593)
Town garage	21,687	-	21,687	15,553	6,134
	<u>1,048,010</u>	<u>12,700</u>	<u>1,060,710</u>	<u>1,089,169</u>	<u>(28,459)</u>
<b>Health and sanitation:</b>					
Solid waste	308,056	-	308,056	251,049	57,007
Health	300	-	300	355	(55)
General assistance	12,000	-	12,000	11,511	489
	<u>320,356</u>	<u>-</u>	<u>320,356</u>	<u>262,915</u>	<u>57,441</u>
<b>Community and social agencies:</b>					
Community agencies	33,879	-	33,879	33,667	212
Social agencies	25,742	-	25,742	25,742	-
	<u>59,621</u>	<u>-</u>	<u>59,621</u>	<u>59,409</u>	<u>212</u>

SCHEDULE B (CONTINUED)

TOWN OF BUCKSPORT, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
Education:					
Regular program	6,455,417	-	6,455,417	6,455,417	-
Recreation:					
Recreation program	218,131	-	218,131	214,927	3,204
Town dock expenses	8,678	-	8,678	7,676	1,002
	226,809	-	226,809	222,603	4,206
Cemeteries	3,920	-	3,920	2,170	1,750
County tax	272,132	-	272,132	272,132	-
Unclassified:					
Note receivable amortization	6,669	-	6,669	6,669	-
Miscellaneous	6,669	111,674	118,343	72,125	46,218
Overlay	94,290	-	94,290	3,367	90,923
	107,628	111,674	219,302	82,161	137,141
Transfers to other funds:					
Special revenue funds	1,197,763	343,919	1,541,682	1,541,682	-
Capital projects funds	582,000	-	582,000	582,000	-
Sewer fund - debt service	15,412	-	15,412	15,412	-
	1,795,175	343,919	2,139,094	2,139,094	-
Total Expenditures	\$ 13,410,651	\$ 468,293	\$ 13,878,944	\$ 13,584,697	\$ 294,247

See accompanying independent auditors' report and notes to financial statements.

## TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 111,996	\$ -	\$ 8,076	\$ 120,072
Investments	54,840	-	114,753	169,593
Accounts receivable (net of allowance for uncollectibles)	39,517	-	-	39,517
Due from other funds	378,683	2,017,152	85,944	2,481,779
<b>TOTAL ASSETS</b>	<b>\$ 585,036</b>	<b>\$ 2,017,152</b>	<b>\$ 208,773</b>	<b>\$ 2,810,961</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	13,440	-	654	14,094
<b>TOTAL LIABILITIES</b>	<b>13,440</b>	<b>-</b>	<b>654</b>	<b>14,094</b>
<b>FUND BALANCES</b>				
Nonspendable - principal	-	-	140,198	140,198
Restricted	216,220	-	67,921	284,141
Committed	-	1,919,839	-	1,919,839
Assigned	367,954	97,313	-	465,267
Unassigned	(12,578)	-	-	(12,578)
<b>TOTAL FUND BALANCES</b>	<b>571,596</b>	<b>2,017,152</b>	<b>208,119</b>	<b>2,796,867</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 585,036</b>	<b>\$ 2,017,152</b>	<b>\$ 208,773</b>	<b>\$ 2,810,961</b>

See accompanying independent auditors' report and notes to financial statements.

SCHEDULE D

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Intergovernmental	\$ 350,252	\$ -	\$ -	\$ 350,252
Investment income, net of unrealized gains/(losses)	5,052	24,914	(6,514)	23,452
Other	50,982	17,841	-	68,823
<b>TOTAL REVENUES</b>	<u>406,286</u>	<u>42,755</u>	<u>(6,514)</u>	<u>442,527</u>
<b>EXPENDITURES</b>				
General government	34,995	4,241	-	39,236
Protection	37,983	17,344	-	55,327
Public works	-	31,981	-	31,981
Human services	132,907	-	-	132,907
Environment and housing	238,588	-	-	238,588
Culture and recreation	12,252	23,675	-	35,927
Cemeteries	-	-	6,058	6,058
Capital outlay	-	531,207	-	531,207
<b>TOTAL EXPENDITURES</b>	<u>456,725</u>	<u>608,448</u>	<u>6,058</u>	<u>1,071,231</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(50,439)</u>	<u>(565,693)</u>	<u>(12,572)</u>	<u>(628,704)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	582,000	-	582,000
Transfers (out)	-	(3,195)	(4,500)	(7,695)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>578,805</u>	<u>(4,500)</u>	<u>574,305</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(50,439)</u>	<u>13,112</u>	<u>(17,072)</u>	<u>(54,399)</u>
<b>FUND BALANCES - JULY 1</b>	<u>622,035</u>	<u>2,004,040</u>	<u>225,191</u>	<u>2,851,266</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 571,596</u>	<u>\$ 2,017,152</u>	<u>\$ 208,119</u>	<u>\$ 2,796,867</u>

See accompanying independent auditors' report and notes to financial statements.

## Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

SCHEDULE E

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	HLS Fire	CW Sawyer Marital Trust	Maine Forestry	2008 CDBG CE Grant	Unemployment Reserve	Sick & Vacation Reserve
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	-	-	207	2,049	64,631	199,274
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 207</b>	<b>\$ 2,049</b>	<b>\$ 64,631</b>	<b>\$ 199,274</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	2,049	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	207	-	64,631	199,274
Unassigned	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>207</b>	<b>2,049</b>	<b>64,631</b>	<b>199,274</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 207</b>	<b>\$ 2,049</b>	<b>\$ 64,631</b>	<b>\$ 199,274</b>

SCHEDULE E (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Wilson Hall	Wednesdays on Main Street	CDBG Community Enterprise	Food Stamp Nutrition	Christmas Lights	Halloween Event
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	4,736	8,681	52,672	-	5,180	469
<b>TOTAL ASSETS</b>	<u>\$ 4,736</u>	<u>\$ 8,681</u>	<u>\$ 52,672</u>	<u>\$ -</u>	<u>\$ 5,180</u>	<u>\$ 469</u>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	52,672	-	-	-
Committed	-	-	-	-	-	-
Assigned	4,736	8,681	-	-	5,180	469
Unassigned	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>4,736</u>	<u>8,681</u>	<u>52,672</u>	<u>-</u>	<u>5,180</u>	<u>469</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 4,736</u>	<u>\$ 8,681</u>	<u>\$ 52,672</u>	<u>\$ -</u>	<u>\$ 5,180</u>	<u>\$ 469</u>

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Youth Softball	Youth Football	Community Fitness	Bucksport Fire Department	Bucksport Police Department	Local General Assistance
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	318	4,670	-	-	-	314
<b>TOTAL ASSETS</b>	<b>\$ 318</b>	<b>\$ 4,670</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 314</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	320	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>320</b>	<b>-</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	318	4,670	-	-	-	314
Unassigned	-	-	-	-	(320)	-
<b>TOTAL FUND BALANCES</b>	<b>318</b>	<b>4,670</b>	<b>-</b>	<b>-</b>	<b>(320)</b>	<b>314</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 318</b>	<b>\$ 4,670</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 314</b>

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Health Advisor	DARE Program	Youth Council	Police Explorers	Community for Children	Diversion Program
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	-	6,063	947	291	1,524	17,704
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 6,063</b>	<b>\$ 947</b>	<b>\$ 291</b>	<b>\$ 1,524</b>	<b>\$ 17,704</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	6,063	947	291	1,524	17,704
Unassigned	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>6,063</b>	<b>947</b>	<b>291</b>	<b>1,524</b>	<b>17,704</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 6,063</b>	<b>\$ 947</b>	<b>\$ 291</b>	<b>\$ 1,524</b>	<b>\$ 17,704</b>

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Special Business	District 7 Police Training	Police Training Buyout	Animal Spay/Neuter Program	Thriving in Place	2013 CDBG Housing Assistance
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	138	3,235	5,000	580	-	-
<b>TOTAL ASSETS</b>	<u>\$ 138</u>	<u>\$ 3,235</u>	<u>\$ 5,000</u>	<u>\$ 580</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	12,258
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,258</u>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	138	3,235	5,000	580	-	-
Unassigned	-	-	-	-	-	(12,258)
<b>TOTAL FUND BALANCES</b>	<u>138</u>	<u>3,235</u>	<u>5,000</u>	<u>580</u>	<u>-</u>	<u>(12,258)</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 138</u>	<u>\$ 3,235</u>	<u>\$ 5,000</u>	<u>\$ 580</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Bingham Grant	United Way Grant	2013 JAG Assistance	Micro Loan	Totals
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 111,996	\$ 111,996
Investments	-	-	-	54,840	54,840
Accounts receivable (net of allowance for uncollectibles)	-	-	-	39,517	39,517
Due from other funds	-	-	-	-	378,683
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 206,353</b>	<b>\$ 585,036</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	862	13,440
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>862</b>	<b>13,440</b>
<b>FUND BALANCES</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	161,499	216,220
Committed	-	-	-	-	-
Assigned	-	-	-	43,992	367,954
Unassigned	-	-	-	-	(12,578)
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>205,491</b>	<b>571,596</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 206,353</b>	<b>\$ 585,036</b>

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	HLS Fire	CW Sawyer Marital Trust	Maine Forestry	2008 CDBG CE Grant	Unemployment Reserve	Sick & Vacation Reserve
<b>REVENUES</b>						
Intergovernmental	\$ 24,938	\$ -	\$ 1,908	\$ -	\$ -	\$ -
Interest, net of unrealized gains/(losses)	-	-	-	-	836	2,596
Other	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>24,938</b>	<b>-</b>	<b>1,908</b>	<b>-</b>	<b>836</b>	<b>2,596</b>
<b>EXPENDITURES</b>						
General government	-	-	-	-	6,170	28,339
Protection	24,938	-	-	-	-	-
Human services	-	10,520	-	-	-	-
Environment and housing	-	-	1,908	-	-	-
Culture and recreation	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>24,938</b>	<b>10,520</b>	<b>1,908</b>	<b>-</b>	<b>6,170</b>	<b>28,339</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>(10,520)</b>	<b>-</b>	<b>-</b>	<b>(5,334)</b>	<b>(25,743)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>(10,520)</b>	<b>-</b>	<b>-</b>	<b>(5,334)</b>	<b>(25,743)</b>
<b>FUND BALANCES - JULY 1</b>	<b>-</b>	<b>10,520</b>	<b>207</b>	<b>2,049</b>	<b>69,965</b>	<b>225,017</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 207</b>	<b>\$ 2,049</b>	<b>\$ 64,631</b>	<b>\$ 199,274</b>

SCHEDULE F (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Wilson Hall	Wednesdays on Main Street	CDBG Community Enterprise	Food Stamp Nutrition	Christmas Lights	Halloween Event
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ 121,144	\$ -	\$ -	\$ -
Interest, net of unrealized gains/(losses)	-	-	-	-	-	-
Other	4,954	13,461	-	-	2,245	-
<b>TOTAL REVENUES</b>	<b>4,954</b>	<b>13,461</b>	<b>121,144</b>	<b>-</b>	<b>2,245</b>	<b>-</b>
<b>EXPENDITURES</b>						
General government	218	-	-	-	-	-
Protection	-	-	-	-	-	-
Human services	-	-	68,472	1,374	-	-
Environment and housing	-	-	-	-	-	-
Culture and recreation	-	4,780	-	-	6,439	96
<b>TOTAL EXPENDITURES</b>	<b>218</b>	<b>4,780</b>	<b>68,472</b>	<b>1,374</b>	<b>6,439</b>	<b>96</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>4,736</b>	<b>8,681</b>	<b>52,672</b>	<b>(1,374)</b>	<b>(4,194)</b>	<b>(96)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>4,736</b>	<b>8,681</b>	<b>52,672</b>	<b>(1,374)</b>	<b>(4,194)</b>	<b>(96)</b>
<b>FUND BALANCES - JULY 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,374</b>	<b>9,374</b>	<b>565</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 4,736</b>	<b>\$ 8,681</b>	<b>\$ 52,672</b>	<b>\$ -</b>	<b>\$ 5,180</b>	<b>\$ 469</b>

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Youth Softball	Youth Football	Community Fitness	Bucksport Fire Department	Bucksport Police Department	Local General Assistance
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest, net of unrealized gains/(losses)	-	-	-	-	-	-
Other	-	-	-	4,000	640	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,000</b>	<b>640</b>	<b>-</b>
<b>EXPENDITURES</b>						
General government	-	-	-	-	-	-
Protection	-	-	-	4,000	960	-
Human services	-	-	-	-	-	-
Environment and housing	-	-	-	-	-	-
Culture and recreation	-	-	937	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>937</b>	<b>4,000</b>	<b>960</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>(937)</b>	<b>-</b>	<b>(320)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>-</b>	<b>(937)</b>	<b>-</b>	<b>(320)</b>	<b>-</b>
<b>FUND BALANCES - JULY 1</b>	<b>318</b>	<b>4,670</b>	<b>937</b>	<b>-</b>	<b>-</b>	<b>314</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 318</b>	<b>\$ 4,670</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (320)</b>	<b>\$ 314</b>

SCHEDULE F (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Health Advisor	DARE Program	Youth Council	Police Explorers	Community for Children	Diversion Program
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest, net of unrealized gains/(losses)	-	-	-	-	-	-
Other	-	100	-	-	-	18,203
<b>TOTAL REVENUES</b>	<b>-</b>	<b>100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,203</b>
<b>EXPENDITURES</b>						
General government	-	-	-	-	-	-
Protection	-	-	-	-	-	-
Human services	21,394	-	-	-	-	499
Environment and housing	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>21,394</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>499</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(21,394)</b>	<b>100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,704</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(21,394)</b>	<b>100</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,704</b>
<b>FUND BALANCES - JULY 1</b>	<b>21,394</b>	<b>5,963</b>	<b>947</b>	<b>291</b>	<b>1,524</b>	<b>-</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ -</b>	<b>\$ 6,063</b>	<b>\$ 947</b>	<b>\$ 291</b>	<b>\$ 1,524</b>	<b>\$ 17,704</b>

SCHEDULE F (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Special Business	District 7 Police Training	Police Training Buyout	Animal Spay/Neuter Program	Thriving in Place	2013 CDBG Housing Assistance
REVENUES						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 195,184
Interest, net of unrealized gains/(losses)	-	-	-	-	-	-
Other	400	285	5,000	1,694	-	-
TOTAL REVENUES	<u>400</u>	<u>285</u>	<u>5,000</u>	<u>1,694</u>	<u>-</u>	<u>195,184</u>
EXPENDITURES						
General government	262	-	-	-	-	-
Protection	-	649	-	1,558	-	-
Human services	-	-	-	-	29,386	-
Environment and housing	-	-	-	-	-	236,680
Culture and recreation	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>262</u>	<u>649</u>	<u>-</u>	<u>1,558</u>	<u>29,386</u>	<u>236,680</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>138</u>	<u>(364)</u>	<u>5,000</u>	<u>136</u>	<u>(29,386)</u>	<u>(41,496)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	138	(364)	5,000	136	(29,386)	(41,496)
FUND BALANCES - JULY 1	-	3,599	-	444	29,386	29,238
FUND BALANCES - JUNE 30	<u>\$ 138</u>	<u>\$ 3,235</u>	<u>\$ 5,000</u>	<u>\$ 580</u>	<u>\$ -</u>	<u>\$ (12,258)</u>

SCHEDULE F (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Bingham Grant	United Way Grant	2013 JAG Assistance	Micro Loan	Totals
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ 1,200	\$ 5,878	\$ -	\$ 350,252
Interest, net of unrealized gains/(losses)	-	-	-	1,620	5,052
Other	-	-	-	-	50,982
<b>TOTAL REVENUES</b>	<b>-</b>	<b>1,200</b>	<b>5,878</b>	<b>1,620</b>	<b>406,286</b>
<b>EXPENDITURES</b>					
General government	-	-	-	6	34,995
Protection	-	-	5,878	-	37,983
Human services	62	1,200	-	-	132,907
Environment and housing	-	-	-	-	238,588
Culture and recreation	-	-	-	-	12,252
<b>TOTAL EXPENDITURES</b>	<b>62</b>	<b>1,200</b>	<b>5,878</b>	<b>6</b>	<b>456,725</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(62)</b>	<b>-</b>	<b>-</b>	<b>1,614</b>	<b>(50,439)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(62)</b>	<b>-</b>	<b>-</b>	<b>1,614</b>	<b>(50,439)</b>
<b>FUND BALANCES - JULY 1</b>	<b>62</b>	<b>-</b>	<b>-</b>	<b>203,877</b>	<b>622,035</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 205,491</b>	<b>\$ 571,596</b>

See accompanying independent auditors' report and notes to financial statements.

## Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2015

	<u>Police Equipment</u>	<u>Highway Equipment</u>	<u>Waterfront Improvements</u>	<u>Fire Equipment</u>	<u>Ambulance</u>	<u>Town Office Equipment</u>	<u>Solid Waste Equipment</u>
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	39,986	76,967	65,871	46,617	40,898	45,064	135,730
<b>TOTAL ASSETS</b>	<u>\$ 39,986</u>	<u>\$ 76,967</u>	<u>\$ 65,871</u>	<u>\$ 46,617</u>	<u>\$ 40,898</u>	<u>\$ 45,064</u>	<u>\$ 135,730</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	39,986	76,967	65,871	46,617	40,898	45,064	135,730
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>39,986</u>	<u>76,967</u>	<u>65,871</u>	<u>46,617</u>	<u>40,898</u>	<u>45,064</u>	<u>135,730</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 39,986</u>	<u>\$ 76,967</u>	<u>\$ 65,871</u>	<u>\$ 46,617</u>	<u>\$ 40,898</u>	<u>\$ 45,064</u>	<u>\$ 135,730</u>

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2015

	<u>School St Fire House</u>	<u>Recreation Equipment</u>	<u>Cable TV</u>	<u>Dispatch Equipment</u>	<u>Municipal Building</u>	<u>Dog Kennel</u>	<u>Swimming Pool</u>
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	11,279	83,243	25,717	71,389	50,259	22,183	53,324
<b>TOTAL ASSETS</b>	<u>\$ 11,279</u>	<u>\$ 83,243</u>	<u>\$ 25,717</u>	<u>\$ 71,389</u>	<u>\$ 50,259</u>	<u>\$ 22,183</u>	<u>\$ 53,324</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	11,279	83,243	25,717	71,389	50,259	22,183	53,324
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>11,279</u>	<u>83,243</u>	<u>25,717</u>	<u>71,389</u>	<u>50,259</u>	<u>22,183</u>	<u>53,324</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 11,279</u>	<u>\$ 83,243</u>	<u>\$ 25,717</u>	<u>\$ 71,389</u>	<u>\$ 50,259</u>	<u>\$ 22,183</u>	<u>\$ 53,324</u>

SCHEDULE G (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2015

	<u>Town Garage</u>	<u>Parking Lots</u>	<u>Recreation Facility</u>	<u>Transfer Station</u>	<u>Public Safety</u>	<u>Chamber Building</u>	<u>Jewett School Community</u>
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	106,691	22,323	100,529	82,566	49,861	3,863	31,452
<b>TOTAL ASSETS</b>	<u>\$ 106,691</u>	<u>\$ 22,323</u>	<u>\$ 100,529</u>	<u>\$ 82,566</u>	<u>\$ 49,861</u>	<u>\$ 3,863</u>	<u>\$ 31,452</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	106,691	22,323	100,529	82,566	49,861	3,863	31,452
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>106,691</u>	<u>22,323</u>	<u>100,529</u>	<u>82,566</u>	<u>49,861</u>	<u>3,863</u>	<u>31,452</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 106,691</u>	<u>\$ 22,323</u>	<u>\$ 100,529</u>	<u>\$ 82,566</u>	<u>\$ 49,861</u>	<u>\$ 3,863</u>	<u>\$ 31,452</u>

SCHEDULE G (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2015

	<u>Gardiner School</u>	<u>Middle School</u>	<u>Downtown Improvements</u>	<u>Drug Forfeiture</u>	<u>Willow &amp; Wasson House</u>	<u>Defense Fund</u>	<u>Information Technology</u>	<u>Recreation Revenue Reserve</u>
<b>ASSETS</b>								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	157	7,599	23,903	3,889	1,353	1,684	2,978	97,313
<b>TOTAL ASSETS</b>	<u>\$ 157</u>	<u>\$ 7,599</u>	<u>\$ 23,903</u>	<u>\$ 3,889</u>	<u>\$ 1,353</u>	<u>\$ 1,684</u>	<u>\$ 2,978</u>	<u>\$ 97,313</u>
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	157	7,599	23,903	3,889	1,353	1,684	2,978	-
Assigned	-	-	-	-	-	-	-	97,313
Unassigned	-	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>157</u>	<u>7,599</u>	<u>23,903</u>	<u>3,889</u>	<u>1,353</u>	<u>1,684</u>	<u>2,978</u>	<u>97,313</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 157</u>	<u>\$ 7,599</u>	<u>\$ 23,903</u>	<u>\$ 3,889</u>	<u>\$ 1,353</u>	<u>\$ 1,684</u>	<u>\$ 2,978</u>	<u>\$ 97,313</u>

SCHEDULE G (CONTINUED)

TOWN OF BUCKSPORT, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2015

	Housing Rehabilitation	Silver Lake Property	Highway Improvement	Industrial Park Land	Natural Gas	Mile Lane Concession	Rte 46 Highway Improvements	Totals
<b>ASSETS</b>								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	1,195	33,912	625,578	11,567	7,254	20,465	12,493	2,017,152
<b>TOTAL ASSETS</b>	<u>\$ 1,195</u>	<u>\$ 33,912</u>	<u>\$ 625,578</u>	<u>\$ 11,567</u>	<u>\$ 7,254</u>	<u>\$ 20,465</u>	<u>\$ 12,493</u>	<u>\$ 2,017,152</u>
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	1,195	33,912	625,578	11,567	7,254	20,465	12,493	1,919,839
Assigned	-	-	-	-	-	-	-	97,313
Unassigned	-	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>1,195</u>	<u>33,912</u>	<u>625,578</u>	<u>11,567</u>	<u>7,254</u>	<u>20,465</u>	<u>12,493</u>	<u>2,017,152</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,195</u>	<u>\$ 33,912</u>	<u>\$ 625,578</u>	<u>\$ 11,567</u>	<u>\$ 7,254</u>	<u>\$ 20,465</u>	<u>\$ 12,493</u>	<u>\$ 2,017,152</u>

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

SCHEDULE H

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Police Equipment</u>	<u>Highway Equipment</u>	<u>Waterfront Improvements</u>	<u>Fire Equipment</u>	<u>Ambulance</u>	<u>Town Office Equipment</u>	<u>Solid Waste Equipment</u>
REVENUES							
Interest, net of unrealized gains/(losses)	\$ 508	\$ 2,092	\$ 1,559	\$ 478	\$ 2,351	\$ 615	\$ 1,520
Other	-	6,395	-	-	-	-	-
TOTAL REVENUES	<u>508</u>	<u>8,487</u>	<u>1,559</u>	<u>478</u>	<u>2,351</u>	<u>615</u>	<u>1,520</u>
EXPENDITURES							
General government	-	-	-	-	-	957	-
Protection	-	-	-	5,681	-	-	-
Public works	-	2,655	-	-	-	-	-
Culture and recreation	-	-	20,839	-	-	-	-
Capital outlay	5,500	134,364	9,726	7,140	186,658	5,783	-
TOTAL EXPENDITURES	<u>5,500</u>	<u>137,019</u>	<u>30,565</u>	<u>12,821</u>	<u>186,658</u>	<u>6,740</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(4,992)</u>	<u>(128,532)</u>	<u>(29,006)</u>	<u>(12,343)</u>	<u>(184,307)</u>	<u>(6,125)</u>	<u>1,520</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	7,000	85,000	8,000	20,000	33,000	7,000	10,000
Transfers (out)	-	-	(3,195)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,000</u>	<u>85,000</u>	<u>4,805</u>	<u>20,000</u>	<u>33,000</u>	<u>7,000</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCES	2,008	(43,532)	(24,201)	7,657	(151,307)	875	11,520
FUND BALANCES - JULY 1	<u>37,978</u>	<u>120,499</u>	<u>90,072</u>	<u>38,960</u>	<u>192,205</u>	<u>44,189</u>	<u>124,210</u>
FUND BALANCES - JUNE 30	<u>\$ 39,986</u>	<u>\$ 76,967</u>	<u>\$ 65,871</u>	<u>\$ 46,617</u>	<u>\$ 40,898</u>	<u>\$ 45,064</u>	<u>\$ 135,730</u>

TOWN OF BUCKSPORT, MAINE

SCHEDULE H (CONTINUED)

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	<u>School St Fire House</u>	<u>Recreation Equipment</u>	<u>Cable TV</u>	<u>Dispatch Equipment</u>	<u>Municipal Building</u>	<u>Dog Kennel</u>	<u>Swimming Pool</u>
<b>REVENUES</b>							
Interest, net of unrealized gains/(losses)	\$ 124	\$ 1,018	\$ 286	\$ 863	\$ 689	\$ 280	\$ 608
Other	-	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>124</u>	<u>1,018</u>	<u>286</u>	<u>863</u>	<u>689</u>	<u>280</u>	<u>608</u>
<b>EXPENDITURES</b>							
General government	-	-	-	-	40	-	-
Protection	-	-	-	-	-	1,520	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	12,665	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,705</u>	<u>1,520</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>124</u>	<u>1,018</u>	<u>286</u>	<u>863</u>	<u>(12,016)</u>	<u>(1,240)</u>	<u>608</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	1,000	2,500	2,000	-	6,000	-	3,000
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,000</u>	<u>2,500</u>	<u>2,000</u>	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>3,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>1,124</u>	<u>3,518</u>	<u>2,286</u>	<u>863</u>	<u>(6,016)</u>	<u>(1,240)</u>	<u>3,608</u>
<b>FUND BALANCES - JULY 1</b>	<u>10,155</u>	<u>79,725</u>	<u>23,431</u>	<u>70,526</u>	<u>56,275</u>	<u>23,423</u>	<u>49,716</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 11,279</u>	<u>\$ 83,243</u>	<u>\$ 25,717</u>	<u>\$ 71,389</u>	<u>\$ 50,259</u>	<u>\$ 22,183</u>	<u>\$ 53,324</u>

TOWN OF BUCKSPORT, MAINE

SCHEDULE H (CONTINUED)

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Town Garage</u>	<u>Parking Lots</u>	<u>Recreation Facility</u>	<u>Transfer Station</u>	<u>Public Safety</u>	<u>Chamber Building</u>	<u>Jewett School Community</u>
<b>REVENUES</b>							
Interest, net of unrealized gains/(losses)	\$ 1,241	\$ 151	\$ 1,128	\$ 636	\$ 772	\$ 54	\$ 344
Other	-	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>1,241</u>	<u>151</u>	<u>1,128</u>	<u>636</u>	<u>772</u>	<u>54</u>	<u>344</u>
<b>EXPENDITURES</b>							
General government	-	-	-	-	-	398	-
Protection	-	-	-	-	6,120	-	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	2,836	-	-	-	-
Capital outlay	6,035	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>6,035</u>	<u>-</u>	<u>2,836</u>	<u>-</u>	<u>6,120</u>	<u>398</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(4,794)</u>	<u>151</u>	<u>(1,708)</u>	<u>636</u>	<u>(5,348)</u>	<u>(344)</u>	<u>344</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	10,000	10,000	10,000	30,000	5,000	-	3,000
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>30,000</u>	<u>5,000</u>	<u>-</u>	<u>3,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>5,206</u>	<u>10,151</u>	<u>8,292</u>	<u>30,636</u>	<u>(348)</u>	<u>(344)</u>	<u>3,344</u>
<b>FUND BALANCES - JULY 1</b>	<u>101,485</u>	<u>12,172</u>	<u>92,237</u>	<u>51,930</u>	<u>50,209</u>	<u>4,207</u>	<u>28,108</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 106,691</u>	<u>\$ 22,323</u>	<u>\$ 100,529</u>	<u>\$ 82,566</u>	<u>\$ 49,861</u>	<u>\$ 3,863</u>	<u>\$ 31,452</u>

TOWN OF BUCKSPORT, MAINE

SCHEDULE H (CONTINUED)

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Gardiner School	Middle School	Downtown Improvements	Drug Forfeiture	Willow & Wasson House	Defense Fund	Information Technology	Recreation Revenue Reserve
<b>REVENUES</b>								
Interest, net of unrealized gains/(losses)	\$ 2	\$ 61	\$ 457	\$ 95	\$ 17	\$ 20	\$ 78	\$ 1,159
Other	-	-	11,446	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>2</u>	<u>61</u>	<u>11,903</u>	<u>95</u>	<u>17</u>	<u>20</u>	<u>78</u>	<u>1,159</u>
<b>EXPENDITURES</b>								
General government	-	-	-	-	-	-	2,846	-
Protection	-	-	-	4,023	-	-	-	-
Public works	-	-	4,890	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	27,850	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>32,740</u>	<u>4,023</u>	<u>-</u>	<u>-</u>	<u>2,846</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>2</u>	<u>61</u>	<u>(20,837)</u>	<u>(3,928)</u>	<u>17</u>	<u>20</u>	<u>(2,768)</u>	<u>1,159</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	2,500	2,000	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>2,500</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>2</u>	<u>2,561</u>	<u>(18,837)</u>	<u>(3,928)</u>	<u>17</u>	<u>20</u>	<u>(2,768)</u>	<u>1,159</u>
<b>FUND BALANCES - JULY 1</b>	<u>155</u>	<u>5,038</u>	<u>42,740</u>	<u>7,817</u>	<u>1,336</u>	<u>1,664</u>	<u>5,746</u>	<u>96,154</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 157</u>	<u>\$ 7,599</u>	<u>\$ 23,903</u>	<u>\$ 3,889</u>	<u>\$ 1,353</u>	<u>\$ 1,684</u>	<u>\$ 2,978</u>	<u>\$ 97,313</u>

TOWN OF BUCKSPORT, MAINE

SCHEDULE H (CONTINUED)

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Housing Rehabilitation	Silver Lake Property	Highway Improvement	Industrial Park Land	Natural Gas	Mile Lane Concession	Rte 46 Highway Improvements	Totals
<b>REVENUES</b>								
Interest, net of unrealized gains/(losses)	\$ 14	\$ 372	\$ 4,284	\$ 140	\$ 617	\$ 222	\$ 59	\$ 24,914
Other	-	-	-	-	-	-	-	17,841
<b>TOTAL REVENUES</b>	<u>14</u>	<u>372</u>	<u>4,284</u>	<u>140</u>	<u>617</u>	<u>222</u>	<u>59</u>	<u>42,755</u>
<b>EXPENDITURES</b>								
General government	-	-	-	-	-	-	-	4,241
Protection	-	-	-	-	-	-	-	17,344
Public works	-	-	21,574	-	40	-	2,822	31,981
Culture and recreation	-	-	-	-	-	-	-	23,675
Capital outlay	-	-	17,483	-	95,000	-	23,003	531,207
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>39,057</u>	<u>-</u>	<u>95,040</u>	<u>-</u>	<u>25,825</u>	<u>608,448</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>14</u>	<u>372</u>	<u>(34,773)</u>	<u>140</u>	<u>(94,423)</u>	<u>222</u>	<u>(25,766)</u>	<u>(565,693)</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	3,000	320,000	-	-	2,000	-	582,000
Transfers (out)	-	-	-	-	-	-	-	(3,195)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>3,000</u>	<u>320,000</u>	<u>-</u>	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>578,805</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>14</u>	<u>3,372</u>	<u>285,227</u>	<u>140</u>	<u>(94,423)</u>	<u>2,222</u>	<u>(25,766)</u>	<u>13,112</u>
<b>FUND BALANCES - JULY 1</b>	<u>1,181</u>	<u>30,540</u>	<u>340,351</u>	<u>11,427</u>	<u>101,677</u>	<u>18,243</u>	<u>38,259</u>	<u>2,004,040</u>
<b>FUND BALANCES - JUNE 30</b>	<u>\$ 1,195</u>	<u>\$ 33,912</u>	<u>\$ 625,578</u>	<u>\$ 11,567</u>	<u>\$ 7,254</u>	<u>\$ 20,465</u>	<u>\$ 12,493</u>	<u>\$ 2,017,152</u>

See accompanying independent auditors' report and notes to financial statements.

## Permanent Funds

Permanent funds are used to account for assets held by the Town of Bucksport, Maine that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. These funds have been established for various purposes including the provision and/or maintenance of the cemeteries.

TOWN OF BUCKSPORT, MAINE

SCHEDULE I

COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS  
JUNE 30, 2015

	Cemetery Trusts	Spofford Indigent Fund	Ministerial Fund	Colonoscopy Fund	Oak Hill Cemetery	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 8,076	\$ 8,076
Investments	23,945	-	-	-	90,808	114,753
Due from other funds	27,929	50,098	7,009	908	-	85,944
<b>TOTAL ASSETS</b>	<b>\$ 51,874</b>	<b>\$ 50,098</b>	<b>\$ 7,009</b>	<b>\$ 908</b>	<b>\$ 98,884</b>	<b>\$ 208,773</b>
<b>LIABILITIES</b>						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ 654	\$ 654
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>654</b>	<b>654</b>
<b>FUND BALANCES</b>						
Nonspendable - principal	21,097	39,826	2,300	-	76,975	140,198
Restricted	30,777	10,272	4,709	908	21,255	67,921
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>51,874</b>	<b>50,098</b>	<b>7,009</b>	<b>908</b>	<b>98,230</b>	<b>208,119</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 51,874</b>	<b>\$ 50,098</b>	<b>\$ 7,009</b>	<b>\$ 908</b>	<b>\$ 98,884</b>	<b>\$ 208,773</b>

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

SCHEDULE J

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR PERMANENT FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Cemetery Trusts	Spofford Indigent Fund	Ministerial Fund	Colonoscopy Fund	Oak Hill Cemetery	Totals
REVENUES						
Investment income, net of unrealized gains/(losses)	\$ (6,415)	\$ 714	\$ 85	\$ 11	\$ (909)	\$ (6,514)
TOTAL REVENUES	<u>(6,415)</u>	<u>714</u>	<u>85</u>	<u>11</u>	<u>(909)</u>	<u>(6,514)</u>
EXPENDITURES						
Cemetery	6,058	-	-	-	-	6,058
TOTAL EXPENDITURES	<u>6,058</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,058</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(12,473)</u>	<u>714</u>	<u>85</u>	<u>11</u>	<u>(909)</u>	<u>(12,572)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	(4,500)	-	-	-	(4,500)
TOTAL OTHER FINANCING (USES)	<u>-</u>	<u>(4,500)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,500)</u>
NET CHANGE IN FUND BALANCES	<u>(12,473)</u>	<u>(3,786)</u>	<u>85</u>	<u>11</u>	<u>(909)</u>	<u>(17,072)</u>
FUND BALANCES - JULY 1	<u>64,347</u>	<u>53,884</u>	<u>6,924</u>	<u>897</u>	<u>99,139</u>	<u>225,191</u>
FUND BALANCES - JUNE 30	<u>\$ 51,874</u>	<u>\$ 50,098</u>	<u>\$ 7,009</u>	<u>\$ 908</u>	<u>\$ 98,230</u>	<u>\$ 208,119</u>

See accompanying independent auditors' report and notes to financial statements.

## General Capital Assets

General capital assets are those assets related to activities reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position.

TOWN OF BUCKSPORT, MAINE

SCHEDULE K

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION  
JUNE 30, 2015

	Land and Non-depreciable Assets	Buildings, Building Improvements & Land Improvements	Furniture, Fixtures, Equipment & Vehicles	Infrastructure	Totals
General government	\$ 1,420,550	\$ 624,591	\$ 99,153	\$ 1,832,844	\$ 3,977,138
Protection	39,757	2,032,291	2,371,846	-	4,443,894
Public works	1,416,946	1,195,432	1,652,405	8,330,514	12,595,297
Health and sanitation	14,000	298,987	164,576	6,290	483,853
Recreation	309,676	724,307	90,765	1,455,459	2,580,207
Sewer fund	1,148,772	5,421,590	131,536	5,645,073	12,346,971
Marina	-	45,593	5,307	25,813	76,713
<b>Total General Capital Assets</b>	<b>4,349,701</b>	<b>10,342,791</b>	<b>4,515,588</b>	<b>17,295,993</b>	<b>36,504,073</b>
Less: Accumulated Depreciation	-	(5,556,746)	(2,963,169)	(11,108,921)	(19,628,836)
<b>Net General Capital Assets</b>	<b>\$ 4,349,701</b>	<b>\$ 4,786,045</b>	<b>\$ 1,552,419</b>	<b>\$ 6,187,072</b>	<b>\$ 16,875,237</b>

See accompanying independent auditors' report and notes to financial statements.

TOWN OF BUCKSPORT, MAINE

SCHEDULE L

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION  
FOR THE YEAR ENDED JUNE 30, 2015

	General Capital Assets 7/1/14 (Restated)	Additions	Deletions	General Capital Assets 6/30/15
General government	\$ 3,958,690	\$ 18,448	\$ -	\$ 3,977,138
Protection	4,244,596	199,298	-	4,443,894
Public works	12,336,232	313,461	(54,396)	12,595,297
Health and sanitation	483,853	-	-	483,853
Recreation	2,580,207	-	-	2,580,207
Sewer fund	12,193,580	153,391	-	12,346,971
Marina	76,713	-	-	76,713
<b>Total General Capital Assets</b>	<b>35,873,871</b>	<b>684,598</b>	<b>(54,396)</b>	<b>36,504,073</b>
<b>Less: Accumulated Depreciation</b>	<b>(18,715,337)</b>	<b>(967,895)</b>	<b>54,396</b>	<b>(19,628,836)</b>
<b>Net General Capital Assets</b>	<b>\$ 17,158,534</b>	<b>\$ (283,297)</b>	<b>\$ -</b>	<b>\$ 16,875,237</b>

See accompanying independent auditors' report and notes to financial statements.