

Financial Statements

Town of Northport, Maine

June 30, 2015

Contents

Town of Northport, Maine

June 30, 2015

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Independent Auditors' Report

To the Selectboard Town of Northport Northport, Maine

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Northport, 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 principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Northport, Maine as of June 30, 2015, and the respective changes in financial position 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 on page 3 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 Northport, Maine's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the 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 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 financial statements as a whole.

Purdy Pows & Company
Professional Association

Portland, Maine
October 16, 2015



Town of Northport

16 Beech Hill Road
(207) 338-3819

• Northport, Maine 04849
• (207) 338-3596 (Fax)

www.northportmaine.org

A community of neighbors, a tradition of caring since 1796.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Town of Northport's financial performance provides an overview of the Town's financial activities for the year ended June 30, 2015. Please read it in conjunction with the Town's financial statements.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements are presented next. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds.

Reporting the Town as a Whole

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the Town's finances is, "Is the Town as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net position and the current year change in net position. You can think of the Town's net position - the difference between assets and liabilities - as one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the Town's property tax base and the condition of the Town's roads, to assess the overall health of the Town.

The Statement of Activities reports the current year change in net position. This statement includes all of the current year's revenues and expenses regardless of when cash is received or paid.

- Governmental activities – Most of the Town's basic services are reported here, including the fire protection, general administration, road maintenance, funding of education to RSU # 20, county tax payments, cemetery care, health and sanitation, and recreation. Property and excise taxes, state and federal grants, and miscellaneous reimbursements and fees finance most of these activities.

Reporting the Town's Most Significant Funds Fund Financial Statements

Our analysis of the Town's major funds begins with the fund financial statements on page 6 and provide detailed information about the most significant funds – not the Town as a whole. Some funds are required to be established by State law. However, the Selectboard establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The Town's funds-governmental accounting approach is as follows:

- Governmental funds – Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation on pages 7 and 9.

THE TOWN AS A WHOLE

For the years ended June 30, 2015 and 2014, net position changed as follows:

	2015	2014
Governmental Activities		
Beginning net position	\$ 4,931,195	\$ 4,798,490
Increase (decrease) in net position	<u>318,884</u>	<u>157,589</u>
Ending net position	<u>\$ 5,250,079</u>	<u>\$ 4,931,195</u>

That reflects an increase of 6.1% for governmental activities in 2015 and a 3.3% increase in 2014.

Increased tax revenue and excise taxes, combined with decreases in some expenditures, account for the overall increase in governmental activities and the town as a whole.

Governmental Activities

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical Statement of Revenues, Expenses, and Changes in Fund Balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense) Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the Town's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Some of the individual line item revenues reported for each function are:

General government	Building permits, planning board receipts, tax interest and charges, and fines
Health and sanitation	Landfill receipts and transfer station reimbursements
Public works	Local road assistance

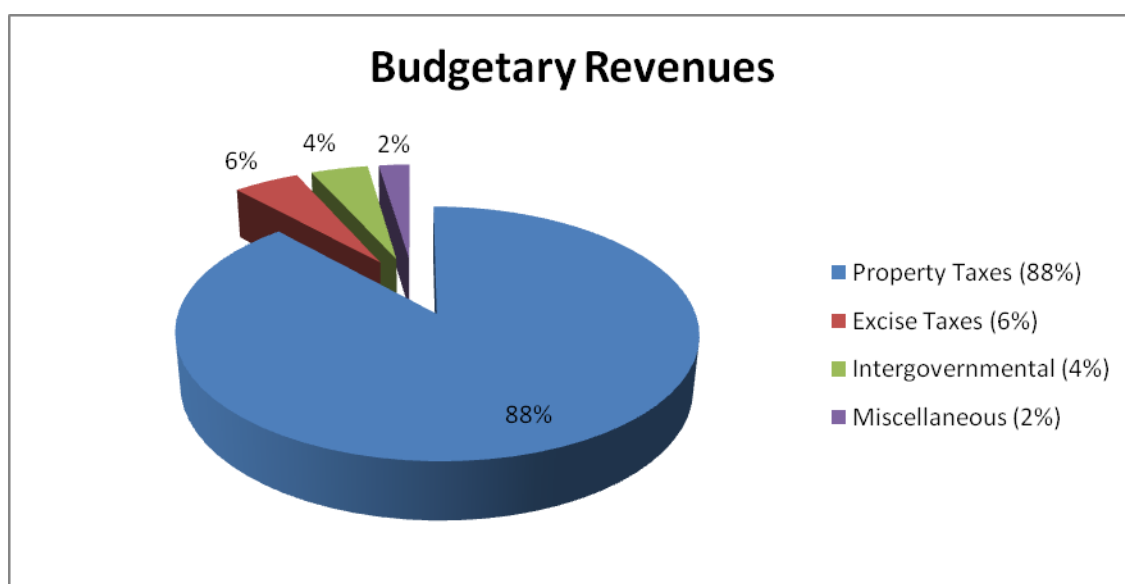
All other governmental revenues are reported as miscellaneous. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

THE TOWN'S FUNDS

The following schedule presents a summary of general fund revenues and expenditures on a budgetary basis for the fiscal years ended June 30, 2015, and 2014, and the amount and percentage of increases and decreases in relation to the prior year.

<u>Revenue</u>	<u>2015</u> <u>Amount</u>	<u>2014</u> <u>Amount</u>	<u>Increase</u> <u>(Decrease)</u> <u>from 2014</u>	<u>%</u> <u>Increase</u> <u>(Decrease)</u>
<i>Property taxes</i>	\$ 4,801,381	\$ 4,155,951	\$ 645,430	15.5%
<i>Excise taxes</i>	272,826	245,260	27,566	11.2%
<i>Intergovernmental</i>	237,800	271,727	(33,927)	(12.5%)
<i>Miscellaneous</i>	127,528	113,322	14,206	12.5%
Total Revenue	<u>\$ 5,439,535</u>	<u>\$ 4,786,260</u>	<u>\$ 653,275</u>	<u>13.6%</u>

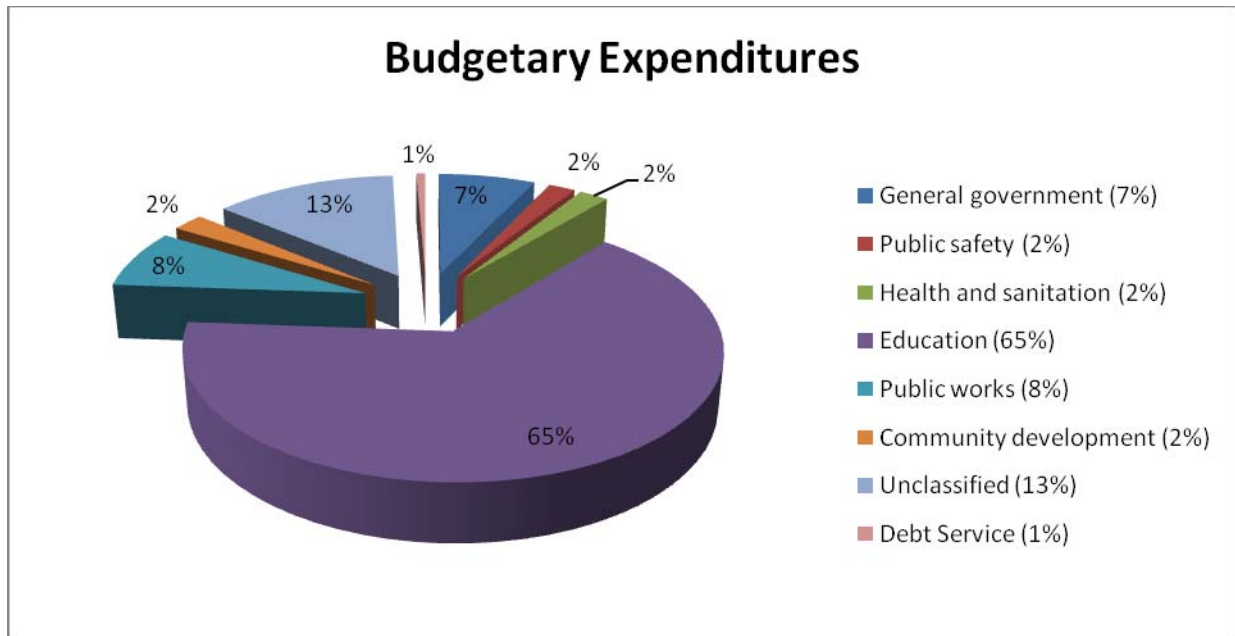
The Town's general fund operating fund revenues on a budgetary basis were as follows:



The increase in the mil rate from 2014 accounts for the increase in property tax revenue. An improving economy may account for the increases in excise taxes and miscellaneous income. Closing out the Community Development Block Grant (CDBG) also decreased intergovernmental expenses.

<i><u>Expenditures</u></i>	<i><u>2015</u></i>	<i><u>2014</u></i>	<i><u>Increase</u></i>	<i><u>% Increase</u></i>
	<i><u>Amount</u></i>	<i><u>Amount</u></i>	<i><u>(Decrease)</u></i>	<i><u>(Decrease)</u></i>
			<i><u>from 2014</u></i>	
<i>General government</i>	\$ 363,655	\$ 346,216	\$ 17,439	5.0%
<i>Public safety</i>	100,592	242,927	(142,335)	(58.6%)
<i>Health and sanitation</i>	109,871	117,977	(8,106)	(6.9%)
<i>Education</i>	3,364,953	2,885,679	479,274	16.6%
<i>Public works</i>	393,061	625,666	(232,605)	(37.2%)
<i>Community development</i>	119,878	150,122	(30,244)	(20.1%)
<i>Unclassified</i>	685,747	618,825	66,922	10.8%
<i>Debt Service</i>	34,056	34,056	- - -	- - -
Total Expenditures	<u>\$ 5,171,813</u>	<u>\$ 5,021,468</u>	<u>\$ 150,675</u>	<u>3.0%</u>

The Town's general fund operating fund expenditures on a budgetary basis were as follows:



Changes in budgetary expenditures are due in part to a large increase in Northport's education share to RSU #20 from \$2.8 million to \$3.3 million prior to withdrawing from the RSU. A slight increase in the unclassified account is due to costs for the school transition period and funds to defend a property tax assessment.

GENERAL FUND BUDGETARY HIGHLIGHTS

The budget to actual comparison is shown on page 10.

Following the vote to withdraw from RSU #20 in November 2014, there was a Special Town Meeting in December 2014 where funds were taken from the undesignated fund to use as start up and transition money for the first six months of the new school.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2015, the Town had \$4 million invested in capital assets including fire trucks, equipment, buildings, and town owned roads. (See table below.)

	Governmental Activities	
	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Land	\$ 129,903	\$ 129,903
Construction in Progress	39,946	15,946
Buildings	593,448	593,448
Equipment	101,177	81,450
Vehicles	594,293	594,293
Infrastructure	<u>3,158,436</u>	<u>3,058,557</u>
Totals	<u>\$ 4,617,203</u>	<u>\$ 4,473,597</u>

Capital assets increased with the purchase of a generator for the Town Office and Fire Station; improvements to Shore Road by replacing the box culvert at Kelly Cove; reclaiming and paving Nebraska Road; as well as engineering work for these projects and the upcoming project of replacing the culvert at Shaw Brook in Saturday Cove.

Debt

At year end, the Town had \$65,866 in general obligation debt, from the 2011 general obligation bond to fund the sand/salt shed.

The loan on the sand and salt garage is the only debt the town has at this time.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

With the town now running its own K-8 school and having control over its expenses, the mil rate dropped from 16.3 in 2014 to 13.8 in 2015. An addition and upgrades to the school is being planning for the coming year. Those impacts on the town budget is not known at this time.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, 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, contact the Town Office.

Town of Northport
Barbara Ashey, Administrator
16 Beech Hill Road
Northport, ME 04849
Phone: (207)338-3819

Statement of Net Position

Town of Northport, Maine

As of June 30, 2015

	<u>Governmental Activities</u>
Assets	
Cash	\$ 1,677,339
Investments	8,252
Accounts receivable	9,818
Taxes receivable	227,871
Tax liens receivable	57,769
Tax acquired property	240
Capital assets, net of accumulated depreciation	<u>3,373,530</u>
Total Assets	<u>5,354,819</u>
 Liabilities	
Accounts payable	23,482
Accrued payroll	9,644
Taxes paid in advance	5,748
Long-term liabilities:	
Portion due or payable within one year:	
Bond payable	32,730
Portion due or payable after one year:	
Bond payable	<u>33,136</u>
Total Liabilities	<u>104,740</u>
 Net Position	
Net investment in capital assets	3,307,664
Restricted:	
Nonexpendable	12,580
Expendable	12,671
Unrestricted	<u>1,917,164</u>
Net Position	<u><u>\$ 5,250,079</u></u>

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

Statement of Activities

Town of Northport, Maine

For the Year Ended June 30, 2015

Function/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Governmental
					Activities
Governmental Activities:					
General government	\$ 354,563	\$ 60,719	\$ -	\$ -	\$ (293,844)
Public safety	144,322	-	393	-	(143,929)
Health and sanitation	109,871	52,396	-	-	(57,475)
Education	3,364,953	-	-	-	(3,364,953)
Public works	337,768	-	34,192	-	(303,576)
Community development	119,878	-	119,878	-	-
Unclassified	686,277	-	2,786	-	(683,491)
Interest on long term debt	2,143	-	-	-	(2,143)
Total Governmental Activities	\$ 5,119,775	\$ 113,115	\$ 157,249	\$ -	(4,849,411)
General revenues:					
Taxes:					
Property taxes					4,793,381
Excise taxes					272,826
Interest income					3,051
Intergovernmental					80,551
Miscellaneous					18,486
Total General Revenues					5,168,295
Change in Net Position					318,884
Net position at beginning of year					4,931,195
Net Position at End of Year					\$ 5,250,079

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

Balance Sheet - Governmental Funds

Town of Northport, Maine

As of June 30, 2015

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Cash	\$ 1,660,340	\$ 16,999	\$ 1,677,339
Investments	-	8,252	8,252
Accounts receivable	9,818	-	9,818
Taxes receivable	227,871	-	227,871
Tax liens	57,769	-	57,769
Tax acquired property	240	-	240
Total Assets	\$ 1,956,038	\$ 25,251	\$ 1,981,289
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities			
Accounts payable	\$ 23,482	\$ -	\$ 23,482
Accrued payroll	9,644	-	9,644
Taxes paid in advance	5,748	-	5,748
Total Liabilities	38,874	-	38,874
Deferred Inflows of Resources			
Unavailable revenue - property taxes	165,000	-	165,000
Total Deferred Inflows of Resources	165,000	-	165,000
Fund Balances			
Nonspendable:			
Permanent funds	-	12,580	12,580
Restricted:			
Permanent funds	-	12,671	12,671
Assigned:			
General fund	869,881	-	869,881
Unassigned:			
General fund	882,283	-	882,283
Total Fund Balances	1,752,164	25,251	1,777,415
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,956,038	\$ 25,251	\$ 1,981,289

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

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position

Town of Northport, Maine

As of June 30, 2015

Total Fund Balances - Governmental Funds	\$ 1,777,415
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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 as assets in governmental funds. The cost of capital assets, net of accumulated depreciation is:	3,373,530
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Property tax revenues are presented on the modified accrual basis of accounting in the governmental funds but in the Statement of Activities, property tax revenue is reported under the accrual method. The balance in unavailable revenue - property taxes in the governmental funds as a deferred inflow is:	165,000
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Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and related liabilities at year-end consist of:	
Bond payable	<u>(65,866)</u>

Net Position - Governmental Activities	<u>\$ 5,250,079</u>
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See accompanying independent auditors' report and notes to financial statements.

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds**

Town of Northport, Maine

For the Year Ended June 30, 2015

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property taxes	\$ 4,801,381	\$ -	\$ 4,801,381
Excise taxes	272,826	-	272,826
Intergovernmental	237,800	-	237,800
Miscellaneous	134,122	530	134,652
Total Revenues	5,446,129	530	5,446,659
Expenditures			
Current			
General government	363,655	-	363,655
Public safety	100,592	-	100,592
Health and sanitation	109,871	-	109,871
Education	3,364,953	-	3,364,953
Public works	393,061	-	393,061
Community development	119,878	-	119,878
Unclassified	685,747	530	686,277
Debt service - principal	31,913	-	31,913
- interest	2,143	-	2,143
Total Expenditures	5,171,813	530	5,172,343
Revenues Over (Under) Expenditures	274,316	-	274,316
Fund balances at beginning of year	1,477,848	25,251	1,503,099
Fund Balances at End of Year	\$ 1,752,164	\$ 25,251	\$ 1,777,415

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

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Town of Northport, Maine

As of June 30, 2015

Net Change in Fund Balances - Total Governmental Funds \$ 274,316

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense differed from capital asset additions in the current period:

Additions to capital assets	\$ 143,606	
Depreciation expense	<u>(122,951)</u>	
		20,655

Debt proceeds provide current resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position.

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount of debt repayments in the current period:

Principal portion of debt service payments		31,913
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Property tax revenues are presented on the modified accrual basis of accounting in the governmental funds but in the Statement of Activities, property tax revenue is reported under the accrual method. The current year change in unavailable revenue - property tax revenue reported in the governmental funds and not in the Statement of Activities is:

	<u>(8,000)</u>
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Change in Net Position of Governmental Activities	\$ <u>318,884</u>
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See accompanying independent auditors' report and notes to financial statements.

**Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - General Fund**

Town of Northport, Maine

For the Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance
	<u>Original</u>	<u>Final</u>	<u>(Budgetary Basis)</u>	<u>Positive (Negative)</u>
Revenues				
Taxes				
Property taxes	\$ 4,792,586	\$ 4,792,586	\$ 4,801,381	\$ 8,795
Excise taxes	-	272,826	272,826	-
Intergovernmental revenues				
State revenue sharing	44,518	44,518	46,538	2,020
State road assistance	-	34,192	34,192	-
Homestead exemption	27,936	27,936	27,936	-
Other	122,137	244,980	129,134	(115,846)
Miscellaneous revenues	-	102,455	127,528	25,073
Total Revenues	4,987,177	5,519,493	5,439,535	(79,958)
Expenditures				
Current				
General government	371,355	406,775	363,655	43,120
Public safety	110,137	120,447	100,592	19,855
Health and sanitation	71,399	125,295	109,871	15,424
Education	3,364,953	3,364,953	3,364,953	-
Public works	677,521	980,587	393,061	587,526
Community development	-	119,878	119,878	-
Unclassified	823,734	863,480	685,747	177,733
Debt service - principal	31,913	31,913	31,913	-
- interest	2,143	2,143	2,143	-
Total Expenditures	5,453,155	6,015,471	5,171,813	843,658
Revenues Over (Under) Expenditures	(465,978)	(495,978)	267,722	763,700
Other Financing Sources (Uses)				
Utilization of assigned fund balance	466,833	466,833	-	(466,833)
Utilization of unassigned fund balance	150,000	180,000	-	(180,000)
Operating transfers out	(91,280)	(91,280)	(91,280)	-
Total Other Financing Sources (Uses)	525,553	555,553	(91,280)	(646,833)
Revenues and Other Sources Over (Under) Expenditures and Other Uses	\$ 59,575	\$ 59,575	176,442	\$ 116,867
Budgetary fund balance at beginning of year			<u>1,343,047</u>	
Budgetary Fund Balance at End of Year			<u>\$ 1,519,489</u>	

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

Notes to Financial Statement

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies

The Town of Northport, Maine operates under a Selectboard form of government. The accounting policies of the Town of Northport, Maine conform to United States generally accepted accounting principles (GAAP). The Town applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The more significant accounting policies established in GAAP and used by the Town are discussed below.

Principles Determining Scope of Reporting Entity

The basic financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in GAAP include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the Town holds the corporate powers of the organization
- the Town appoints a voting majority of the organization's board
- the Town is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Town
- there is fiscal dependency by the organization on the Town

Based on the aforementioned criteria, the Town of Northport has no component units.

Basis of Presentation

Government-wide Financial Statements

The statement of net position and statement of activities report information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services for support. Currently, the Town has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Town does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Fund Financial Statements

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

Governmental Activities

Governmental funds are identified as either general, special revenue, or permanent funds based upon the following guidelines.

The *General Fund* is the operating fund of the Town and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes.

Permanent Funds are used to account for resources legally held in trust. All resources of the fund, including any earnings on invested resources, may be used to support the organization as stipulated by the specific trust instrument.

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 is related to the timing of the measurements made, regardless of the measurement focus applied.

Accrual

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

Modified Accrual

Governmental funds 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 within 60 days after year-end. 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 is recognized when due.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Cash and Cash Equivalents

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.

Investments

The Town follows GASBS No. 31, Accounting and Reporting of Certain Investments and External Investment Pools. Under GASBS No. 31, certain investments held by governments are reported at their fair value in the balance sheet. Unrealized gains and losses are included in the statement of revenues, expenditures and changes in fund balance.

Inventories

Inventories of supplies are considered to be expenditures at the time of purchase.

Accounts Receivable

Accounts receivable are stated at the amount the Town expects to collect from outstanding balances. Town management closely monitors outstanding balances and records an allowance for doubtful accounts as necessary based upon historical trends of bad debts as well as a detailed review of current year receivables and their aging.

Capital Assets

In the government-wide financial statements, capital assets purchased or acquired with an original cost of \$10,000 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. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line method. Estimated useful lives are as follows: buildings and improvements, 20 to 40 years; infrastructure, 5 to 40 years; and vehicles and equipment, 3 to 25 years.

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Accrued Compensated Absences

Under the terms of the personnel policies, annual vacation and sick leave is granted in varying amounts. No liability is recorded for accrued compensation absences at June 30, 2015, the inclusion of which would not be material to the financial statements.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Budget

The Town of Northport'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:

- Early in the second half of the last fiscal year the Town prepared a budget for this fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
- A meeting of the inhabitants of the Town of Northport was then called for the purpose of adopting the proposed budget after public notice of the meeting was given.
- The budget was adopted subsequent to passage by the inhabitants of the Town.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Interfund Activity

Interfund activity is reported as loans, reimbursements, or transfers. Loans are reported as interfund loan receivables and payables as appropriate and are subject to elimination upon consolidation in the government-wide presentation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as a reimbursement. Since not all funds maintain a separate cash account, cash is pooled in the General Fund cash account and activity for individual funds are recorded through the General Fund and each respective individual fund through the recognition of a "due to/due from" as appropriate. The due to/from other funds balances are subject to elimination upon consolidation in the government-wide presentation. All interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are recognized as an expense in the period incurred.

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

Deferred Inflow of Resources

In addition to liabilities, the governmental funds balance sheet reports a separate section for deferred inflows of resources. This separate financial statement section 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 government only has one type of item, unavailable revenue from property taxes, which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item is reported in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

Revenue Recognition - Property Taxes

The Town's property tax for the current year was levied July 30, 2014, on the assessed value listed as of April 1, 2014, for all real and personal property located in the Town. Taxes were due November 27, 2014 and March 1, 2015. Interest on unpaid taxes commenced on November 28, 2014 and March 2, 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 excess of 100% is referred to as overlay, and amounted to \$59,575 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.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Government-wide Fund Net Position

Government-wide net position is divided into three components:

Net investment in capital assets - consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

Restricted net position - consist of net assets that are restricted by the Town's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.

Unrestricted - All other net asset positions are reported in this category.

Governmental Fund Balances

In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable - resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted - resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed through constitutional provisions or enabling legislation.

Committed - resources which are subject to limitations the government imposes upon itself at its highest level of design making, and that remain binding unless removed in the same manner.

Assigned - resources neither restricted nor committed for which a government has a stated intended use as established by the Selectboard or a body or official to which the Selectboard has designated the authority to assign amounts for specific purposes.

Unassigned - resources which cannot be properly classified in one of the other four categories.

Use of Restricted Resources

The Town has no formal fund balance policy. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note B - Cash and Investments

The Town conducts all its banking and investment transactions with its depository banks and investment firm.

Custodial Credit Risk

At June 30, 2015, the carrying amount of the Town's deposits was \$1,677,339, and the bank balance was \$1,703,188. The difference between the carrying amount and the bank balance relates to deposits in transit, outstanding checks and cash on hand at year-end.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy on custodial credit risk. As of June 30, 2015, \$1,219 of the Town's bank balance of \$1,703,188 was exposed to credit risk as follows:

Uninsured and Uncollateralized	\$ <u>1,219</u>
--------------------------------	-----------------

Investments

Maine statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, repurchase agreements, certain corporate stocks and bonds and mutual funds.

Interest Rate Risk

In accordance with the Town's investment policy, to the extent possible, investment maturities will be matched with anticipated cash requirements. At June 30, 2015, the Town had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Not Applicable</u>	<u>Maturity</u>		
			<u>Less than 1</u> <u>year</u>	<u>1-5 years</u>	<u>More than</u> <u>5 years</u>
Corporate stocks	\$ <u>8,252</u>	\$ <u>8,252</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have an investment policy on custodial credit risk. As of June 30, 2015, the Town had no investments subject to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is minimized by diversifying investments held. At June 30, 2015, the Town had no investments subject to credit risk.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note B - Cash and Investments - Continued

Concentration of Credit Risk

The Town does not have an investment policy on concentration of credit risk. At June 30, 2015, the Town held the following common stock which represented greater than 5% of the total investments held: AT&T \$7,530.

Note C - Capital Assets

A summary of capital asset activity for the year ended June 30, 2015 follows:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	Ending <u>Balance</u>
Governmental Activities:				
Non-Depreciable Assets:				
Land	\$ 129,903	\$ ---	\$ ---	\$ 129,903
Construction in Process	15,946	24,000	---	39,946
Depreciable Assets:				
Buildings	593,448	---	---	593,448
Equipment	81,450	19,727	---	101,177
Vehicles	594,293	---	---	594,293
Infrastructure	<u>3,058,557</u>	<u>99,879</u>	<u>---</u>	<u>3,158,436</u>
Totals at historical cost	4,473,597	143,606	---	4,617,203
Less Accumulated Depreciation:				
Buildings	132,906	15,197	---	148,103
Equipment	81,450	877	---	82,327
Vehicles	281,747	37,615	---	319,362
Infrastructure	<u>624,619</u>	<u>69,262</u>	<u>---</u>	<u>693,881</u>
Total accumulated depreciation	<u>1,120,722</u>	<u>122,951</u>	<u>---</u>	<u>1,243,673</u>
Capital Assets, Net	<u>\$3,352,875</u>	<u>\$ 20,655</u>	<u>\$ ---</u>	<u>\$3,373,530</u>

Depreciation expense was charged to the following functions:

General government	\$ 10,635
Public safety	43,730
Public works	<u>68,586</u>
Total governmental activities depreciation expense	<u>\$ 122,951</u>

Notes to Financial Statement - Continued

Town of Northport, Maine

Note D - Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2015 was as follows:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	Ending <u>Balance</u>	Amount Due within <u>One Year</u>
Governmental Activities:					
General obligation debt	\$ 97,779	\$ -	\$ 31,913	\$ 65,866	\$ 32,730

Long-Term Debt

At June 30, 2015 long-term debt consisted of the following:

2011 General Obligation Bond with Bangor Savings Bank for the purpose of providing partial funding for a sand/salt shed. The original borrowing was \$189,000 and is due in monthly payments of \$2,838 which includes interest at 2.60% through June 2017.

\$ 65,866

The annual requirements to amortize long-term debt are as follows:

Year ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 32,730	\$ 1,326	\$ 34,056
2017	<u>33,136</u>	<u>465</u>	<u>33,601</u>
	<u>\$ 65,866</u>	<u>\$ 1,791</u>	<u>\$ 67,657</u>

Note E - Landfill Closure and Post Closure Costs

The Town stopped accepting solid waste at its landfill site. State and federal laws and regulations require the Town to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. Any amounts for future post-closure landfill costs are uncertain. There were no costs associated with post closure maintenance and monitoring for the year ended June 30, 2015.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note F - Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town either carries commercial insurance or is effectively self-insured. Currently, the Town carries commercial insurance for any risks of loss to which it may be exposed.

Based on the coverage provided by commercial insurance purchased, the Town is not aware of any material actual or potential claim liabilities, which should be recorded at June 30, 2015.

Note G - Commitments

The Town has entered into separate agreements with unrelated third parties for certain services. Future required payments under the two agreements are as follows:

	<u>6/30/2016</u>	<u>6/30/2017</u>	<u>Total</u>
Transportation/Disposal of Waste	\$ 46,000	\$ 3,800	\$ 49,800
Snowplowing	<u>127,000</u>	<u>127,000</u>	<u>254,000</u>
	<u>\$ 173,000</u>	<u>\$ 130,800</u>	<u>\$ 303,800</u>

The Town has also entered into an agreement with two contractors for improvements on the Northport Landing. The total cost of these agreements is \$216,423, of which \$5,670 was spent in the year ending June 30, 2015. The remaining portion will be spent in the year ending June 30, 2016, pending the receipt of a grant from the State of Maine Department of Transportation.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note H - Budget to Actual Reconciliation

An explanation of the differences between budgetary inflows and outflows and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

Budgetary Basis:

Revenues and Other Sources Over (Under)

Expenditures and Other Uses \$ 176,442

Sources/inflows of resources - reconciling items

The Town does not budget for revenues received in assigned fund balance accounts:

Interest income 174

Fire department donations 3,000

Mooring fees 3,420

Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes

91,280

Generally Accepted Accounting Principles Basis:

Revenues and Other Sources Over (Under)

Expenditures and Other Uses \$ 274,316

The difference between the general fund balance reported according to generally accepted accounting principles and the general fund balance reported according to the budgetary basis of accounting is accounted by the ending balances (shown in Note I) of the Digital Mapping Fund, Cemetery Reserve Fund, Wyman Park, Fire Watch, Fire Truck Replacement, Town Wharf, Sand/Salt Shed, Marine Reserve Fund, and First Responders Equipment Reserve assigned fund balances.

Notes to Financial Statement - Continued

Town of Northport, Maine

Note I - Assigned Fund Balance

At June 30, 2015 the assigned general fund balance consisted of the following:

	Balance at <u>7/1/2014</u>	Budget transfer/ <u>Appropriations</u>	<u>Revenues</u>	<u>Reductions</u>	Balance at <u>6/30/2015</u>
Planning Board	\$ 758	\$ 2,000	\$ 925	\$ 1,398	\$ 2,285
Animal Control	2,523	8,000	3,276	7,291	6,508
Roads and Bridges	352,521	125,000	303,066	211,224	569,363
Dangerous Building	8,100	30,000	-	38,100	-
Cemetery	945	11,000	405	9,450	2,900
Cemetery Development	7,914	2,000	-	-	9,914
General Assistance	7,648	-	2,786	4,671	5,763
Snowmobile Reimbursement	179	-	179	179	179
Northport Harbor Fund	17,481	-	3,951	4,876	16,556
Northport Needy Families	630	-	-	-	630
Northport Warm Neighbors Fund	3,183	-	2,300	648	4,835
Withdrawal Committee	27,552	(15,000)	-	12,552	-
Transfer Station	37,399	30,000	53,896	105,871	15,424
Digital Mapping Fund	-	-	4,839	-	4,839
Cemetery Capital Reserve Fund	1,601	-	3	-	1,604
Wyman Park	3,679	-	3	-	3,682
Fire Watch	801	-	-	-	801
Fire Truck Replacement	26,207	21,781	3,063	-	51,051
Town Wharf	2,432	-	2	-	2,434
Sand/Salt Shed	15,818	-	13	-	15,831
Marine Reserve Fund	60,358	63,240	3,468	-	127,066
First Responders Equip. Reserve	23,904	1,420	42	-	25,366
Nature Conservancy	325	-	325	325	325
Tree Growth Reimbursement	1,197	-	1,236	1,197	1,236
Veterans Exemption Reimb.	1,240	-	1,289	1,240	1,289
	<u>\$ 604,395</u>	<u>\$ 279,441</u>	<u>\$ 385,067</u>	<u>\$ 399,022</u>	<u>\$ 869,881</u>

Notes to Financial Statement - Continued

Town of Northport, Maine

Note J - Subsequent Event

During the year ended June 30, 2015, the Town of Northport voted to withdraw from Regional School Unit (RSU) #20. Subsequent to year end, on July 1, 2015, the withdrawal officially took place. The Northport School Department became a separate municipal school administrative unit (Northport MSU) comprised solely of Northport.

The scholarship and trust funds held by RSU #20 for the benefit of schools or students located in the Town of Northport will be transferred to the Northport MSU on July 1, 2015. All real and personal property and fixtures located in the Town of Northport, including the Edna Drinkwater Elementary School, will be deeded to the Town of Northport as of July 1, 2015. The Northport MSU will assume responsibility for 10.7% of the outstanding bonds, notes, and lease purchase agreements of M.S.A.D. #34, the full amount of which was assumed by RSU #20. The Northport MSU will assume responsibility for all lease purchase agreements for buses, photocopiers, other equipment, and personal property transferred to the Northport MSU. All remaining contracts for teachers at the Drinkwater Elementary School will be paid by Northport MSU. RSU #20 will pay to the Northport MSU its share of RSU #20's undesignated fund balance, net of all encumbered funds and other charges. It will also pay Northport MSU its portion of the Food Service account and any other "non-lapsing" accounts. As of October 16, 2015, the date the financial statements were released, the audited financial statements of RSU #20 were not complete and therefore, ending balances of the RSU were not available.

Combining Balance Sheet
Permanent Funds - Trust Funds

Town of Northport, Maine

As of June 30, 2015

	<u>Cemetery</u>	<u>Wyman Needy</u>	<u>Christmas Charity</u>	<u>Total</u>
Assets				
Cash and cash equivalents	\$ 9,316	\$ 5,124	\$ 2,559	\$ 16,999
Investments	<u>8,252</u>	<u>-</u>	<u>-</u>	<u>8,252</u>
Total Assets	<u>\$ 17,568</u>	<u>\$ 5,124</u>	<u>\$ 2,559</u>	<u>\$ 25,251</u>
Liabilities and Fund Balances				
Liabilities				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	5,080	5,000	2,500	12,580
Restricted	<u>12,488</u>	<u>124</u>	<u>59</u>	<u>12,671</u>
Total Fund Balances	<u>17,568</u>	<u>5,124</u>	<u>2,559</u>	<u>25,251</u>
Total Liabilities and Fund Balances	<u>\$ 17,568</u>	<u>\$ 5,124</u>	<u>\$ 2,559</u>	<u>\$ 25,251</u>

See accompanying independent auditors' report.

**Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Permanent Funds - Trust Funds**

Town of Northport, Maine

For the Year Ended June 30, 2015

	<u>Cemetery</u>	<u>Wyman Needy</u>	<u>Christmas Charity</u>	<u>Total</u>
Revenues				
Interest income	\$ 7	\$ 4	\$ 2	\$ 13
Net investment return	517	-	-	517
Contributions	-	-	-	-
Net Revenues	<u>524</u>	<u>4</u>	<u>2</u>	<u>530</u>
Expenditures				
Current	<u>405</u>	<u>125</u>	<u>-</u>	<u>530</u>
Total Expenditures	<u>405</u>	<u>125</u>	<u>-</u>	<u>530</u>
Revenues Over (Under) Expenditures	119	(121)	2	-
Fund balances at beginning of year	<u>17,449</u>	<u>5,245</u>	<u>2,557</u>	<u>25,251</u>
Fund Balances at End of Year	<u><u>\$ 17,568</u></u>	<u><u>\$ 5,124</u></u>	<u><u>\$ 2,559</u></u>	<u><u>\$ 25,251</u></u>

See accompanying independent auditors' report.

Schedule of Valuation, Assessment and Collection of Taxes

Town of Northport, Maine

For the Year Ended June 30, 2015

Valuation

Real estate	\$ 291,431,880
Personal property	<u>2,591,800</u>
Total Valuation	<u>\$ 294,023,680</u>

Assessment

Valuation x Rate - \$294,023,680 x .01630	\$ 4,792,586
Supplemental taxes	<u>795</u>
Total Assessment Charged to Tax Collector	\$ 4,793,381

Collection and Credits

Cash collections	\$ 4,560,212
Tax abatements	<u>5,298</u>
Total Collection and Credits	<u>4,565,510</u>

2015 Taxes Receivable - June 30, 2015	<u>\$ 227,871</u>
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See accompanying independent auditors' report.

Schedule of Departmental Operations (1 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2015

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Balances	
							Lapsed	Carried
General Government								
Office operations	\$ -	\$ 30,000	\$ -	\$ 29,525	\$ 59,525	\$ 48,731	\$ 10,794	\$ -
Assessing	-	20,200	-	-	20,200	20,200	-	-
Bank fees and service charges	-	-	-	-	-	1,277	(1,277)	-
Administration	-	156,736	-	6,097	162,833	162,833	-	-
Payroll taxes	-	24,000	-	-	24,000	21,759	2,241	-
Employee benefits	-	22,000	-	-	22,000	15,751	6,249	-
Contingency	-	10,000	-	(6,118)	3,882	-	3,882	-
Town Hall operations	-	18,500	-	-	18,500	13,286	5,214	-
Legal	-	25,000	-	-	25,000	11,541	13,459	-
Planning Board	758	2,000	-	925	3,683	1,398	-	2,285
Code Enforcement Officer	-	22,000	(4,839)	4,991	22,152	22,152	-	-
Emergency generator	-	20,000	-	-	20,000	19,727	273	-
Northport Village Corp.	-	25,000	-	-	25,000	25,000	-	-
	<u>758</u>	<u>375,436</u>	<u>(4,839)</u>	<u>35,420</u>	<u>406,775</u>	<u>363,655</u>	<u>40,835</u>	<u>2,285</u>
Public Safety								
Fire department	-	33,600	(1,781)	6,620	38,439	38,439	-	-
Fire department chief's salary	-	17,000	-	-	17,000	6,285	10,715	-
Emergency management	-	2,000	-	-	2,000	2,000	-	-
Ambulance	-	12,315	-	-	12,315	12,315	-	-
First response medical team	-	14,400	(1,420)	414	13,394	13,394	-	-
Insurance	-	22,000	-	-	22,000	19,462	2,538	-
Street lights	-	1,500	-	-	1,500	1,406	94	-
Animal control	2,523	8,000	-	3,276	13,799	7,291	-	6,508
	<u>2,523</u>	<u>110,815</u>	<u>(3,201)</u>	<u>10,310</u>	<u>120,447</u>	<u>100,592</u>	<u>13,347</u>	<u>6,508</u>

See accompanying independent auditors' report.

Schedule of Departmental Operations (2 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2015

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Balances	
							Lapsed	Carried
Public Works								
Roads and bridges	\$ 352,521	\$ 125,000	\$ -	\$ 303,066	\$ 780,587	\$ 211,224	\$ -	\$ 569,363
Snow removal and sanding	-	200,000	-	-	200,000	181,837	18,163	-
	<u>352,521</u>	<u>325,000</u>	<u>-</u>	<u>303,066</u>	<u>980,587</u>	<u>393,061</u>	<u>18,163</u>	<u>569,363</u>
Unclassified								
Dangerous building engineering/removal	8,100	30,000	-	-	38,100	5,618	32,482	-
Cemetery	945	11,000	-	405	12,350	9,450	-	2,900
Cemetery development	7,914	2,000	-	-	9,914	-	-	9,914
Social services	-	7,500	-	-	7,500	7,500	-	-
Belfast Free Library	-	3,500	-	-	3,500	3,500	-	-
County tax	-	565,842	-	-	565,842	565,842	-	-
General assistance	7,648	-	-	2,786	10,434	4,671	-	5,763
Wyman Needy Fund	-	-	-	125	125	125	-	-
Wyman Park Maintenance Fund	-	500	-	-	500	500	-	-
Snowmobile club payment	179	-	-	179	358	179	-	179
Northport Harbor Fund	17,481	-	-	3,951	21,432	4,876	-	16,556
Northport needy families	630	-	-	-	630	-	-	630
Northport scholarship	-	5,000	-	-	5,000	1,500	3,500	-
Northport Warm Neighbors Fund	3,183	-	-	2,300	5,483	648	-	4,835
Withdrawal Committee	27,552	-	(15,000)	-	12,552	10,459	2,093	-
Athena Point Appraisal	-	-	-	-	-	15,600	(15,600)	-
Abatements	-	-	-	-	-	5,298	(5,298)	-
Education transition	-	30,000	15,000	-	45,000	44,221	779	-
Improvements to Saturday Cove	-	69,000	(63,240)	-	5,760	5,760	-	-
	<u>73,632</u>	<u>724,342</u>	<u>(63,240)</u>	<u>9,746</u>	<u>744,480</u>	<u>685,747</u>	<u>17,956</u>	<u>40,777</u>

See accompanying independent auditors' report.

Schedule of Departmental Operations (3 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2015

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Balances	
							Lapsed	Carried
Education	\$ -	\$ 3,364,953	\$ -	\$ -	\$ 3,364,953	\$ 3,364,953	\$ -	\$ -
Health & Sanitation								
Septage contract	-	4,000	-	-	4,000	4,000	-	-
Transfer station	37,399	30,000	-	53,896	121,295	105,871	-	15,424
	37,399	34,000	-	53,896	125,295	109,871	-	15,424
Debt Service	-	34,056	-	-	34,056	34,056	-	-
Community Development Block Grant	-	-	-	119,878	119,878	119,878	-	-
Assigned Accounts								
Digital Mapping Reserve	-	-	4,839	-	4,839	-	-	4,839
Cemetery Capital Reserve	1,601	-	-	3	1,604	-	-	1,604
Wyman Park	3,679	-	-	3	3,682	-	-	3,682
Fire Watch	801	-	-	-	801	-	-	801
Fire Truck Replacement	26,207	20,000	1,781	3,063	51,051	-	-	51,051
Town Wharf	2,432	-	-	2	2,434	-	-	2,434
Sand/Salt Shed	15,818	-	-	13	15,831	-	-	15,831
First Responders Equipment Reserve	23,904	-	1,420	42	25,366	-	-	25,366
Marine Reserve Fund	60,358	-	63,240	3,468	127,066	-	-	127,066
	134,800	20,000	71,280	6,594	232,674	-	-	232,674
	<u>\$ 601,633</u>	<u>\$ 4,988,602</u>	<u>\$ -</u>	<u>\$ 538,910</u>	<u>\$ 6,129,145</u>	<u>\$ 5,171,813</u>	<u>\$ 90,301</u>	<u>\$ 867,031</u>

See accompanying independent auditors' report.