

Berry · Talbot · Royer

CERTIFIED PUBLIC ACCOUNTANTS

TOWN OF SEBAGO FINANCIAL REPORT



JUNE 30, 2010



Communication • Trust • Commitment

TOWN OF SEBAGO, MAINE
JUNE 30, 2010

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INDEPENDENT AUDITORS' REPORT

Selectmen and Manager
Town of Sebago
Sebago, 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 Sebago, Maine as of June 30, 2010, and for the year then ended, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to in the first paragraph 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 Sebago, Maine as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis, as listed in the table of contents, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The combining and individual fund statements presented as Exhibits 1-1 through 3-2, and Schedules 1 through 5 are for purposes of additional analysis and are not a required part of the financial statements of the Town of Sebago, Maine. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Berry Talbot Royer

Certified Public Accountants
February 10, 2011



Town of Sebago, Maine

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MANAGEMENT'S

DISCUSSION AND ANALYSIS (UNAUDITED) June 2010

As Town Manager of Sebago, I offer the readers of the Town of Sebago's financial statements this narrative overview and analysis of the financial activities of the Town of Sebago for the fiscal year ended June 30, 2010. I encourage the readers to consider the information presented here in conjunction with the financial statements presented.

Brief Discussion of the Basic Financial Statements

The two major categories in this discussion are government-wide financial statements and fund-financial statements. The government-wide statements are presented on the full accrual basis of accounting while the governmental fund financial statements are presented on the modified accrual basis of accounting. The governmental fund financial statements as well as the proprietary fund financials present information for these two categories of funds, each of which corresponds with certain modifications, to corresponding data presented in the government-wide financials, while the fiduciary fund statements carry information that is not presented in any fashion in the government-wide financials.

The assets of the Town of Sebago exceeded its liabilities at the close of the most recent fiscal year by \$4,788,108 per Statement 1 (Net Assets). Of this amount, \$1,792,373 (unrestricted net assets) may be used to meet the Town's ongoing obligations to citizens and creditors. The Town's total net assets increased by \$195,428.

As of the close of the current fiscal year, the Town of Sebago's governmental funds reported combined ending fund balances of \$2,496,906, a decrease of \$64,895. Of this, \$1,453,602 is available for spending at the Town's discretion (unreserved fund balance) in the general fund. At the end of the current fiscal year, the net change in fund balance of the general fund was (\$161,341) or (3%) of total general fund expenditures.

The Town of Sebago's total debt decreased by \$1,651 during the current fiscal year.

Statement of Net Assets Information

The tables below provide a summary of the Town of Sebago's condensed net assets and statement of activities as of June 30, 2010 and for the year then ended.

Table 1
Fiscal Year Ended June 30
Statement of Net Assets

	<u>Governmental Activities</u>
	<u>2010</u>
Current and Other Assets	\$ 2,900,918
Capital Assets	<u>1,954,797</u>
Total Assets	<u>4,855,715</u>
Long Term Debt Outstanding	2,366
Other Liabilities	<u>65,241</u>
Total Liabilities	<u>67,607</u>
Net Assets	
Invested in Capital Assets, net of related debt	1,952,431
Restricted	1,043,304
Unrestricted	<u>1,792,373</u>
Total Net Assets	<u>\$ 4,788,108</u>

By far, the largest portion of the Town's assets is its capital assets and cash. Correspondingly, the largest portion of its liabilities relates to accounts payable and deferred revenue. The Town's total net assets increased by 4% for the fiscal year ended June 30, 2010.

Statement of Activities Information

Table 2
Changes in Net Assets
Year ended June 30, 2010

	<u>Governmental Activities</u>
Revenues	
Program Revenues:	
Charges for Services	\$ 165,180
Operating Grants & Contributions	121,551
General Revenues:	
Property Taxes	4,441,027
Excise Taxes	268,665
Intergovernmental	124,459
Investment Earnings	<u>50,173</u>
Total Revenues	<u>5,171,055</u>

Expenses	
General Government	463,495
Public Safety	190,723
Public Works	581,059
Education	3,142,268
Health, Sanitation, and Welfare	204,576
Cultural and Recreational	42,482
Fixed Charges	245,558
For Designated Purposes	<u>105,466</u>
Total Expenses	<u>\$ 4,975,627</u>

Increase in Net Assets \$ 195,428

Property and other taxes (primarily excise) constituted 91% of the total revenues of the Town for the fiscal year ended June 30, 2010 (92% in the prior year). Educational expenses comprise the largest expense at approximately 63% of the Town of Sebago's total expenses (62% in the prior year).

THE TOWN'S FUNDS

The following schedule presents a summary of General Fund revenues (see Statement 6) for the fiscal year ended June 30, 2010:

<u>Revenues:</u>	<u>Amount</u>
Taxes	\$ 4,630,287
Intergovernmental	191,721
Licenses, Permits and Fees	53,229
Charges for Services	14,577
Miscellaneous	<u>129,555</u>
Total Revenues	<u>\$ 5,019,369</u>

The following chart depicts program revenues by source.

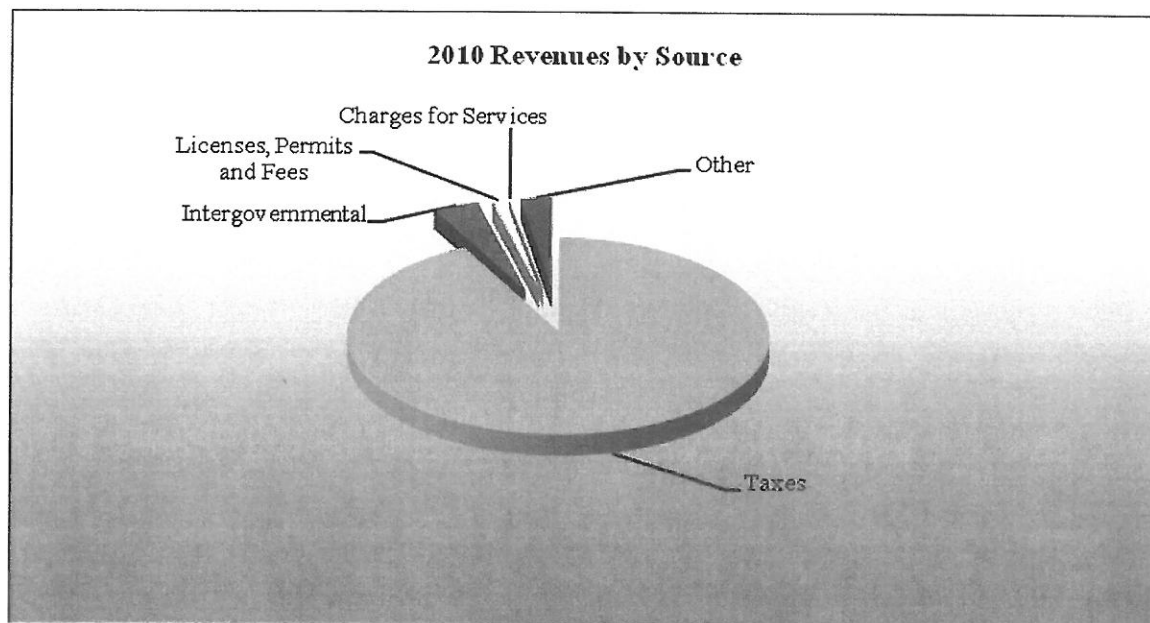


Chart A – 2010 Revenues by Source

The following schedule presents a summary of expenditures (see Statement 6) for the fiscal year ended June 30,:

	<u>FYE 2010</u>
<u>Expenditures:</u>	
General Government	\$ 443,171
Public Safety	130,121
Public Works	699,612
Education	3,142,268
Health, Sanitation and Welfare	203,109
Cultural and Recreational	42,482
Capital Outlay	274,389
Fixed Charges	245,558
Total Expenditures:	<u>\$ 5,180,710</u>

Chart B graphically depicts expenditures by function.

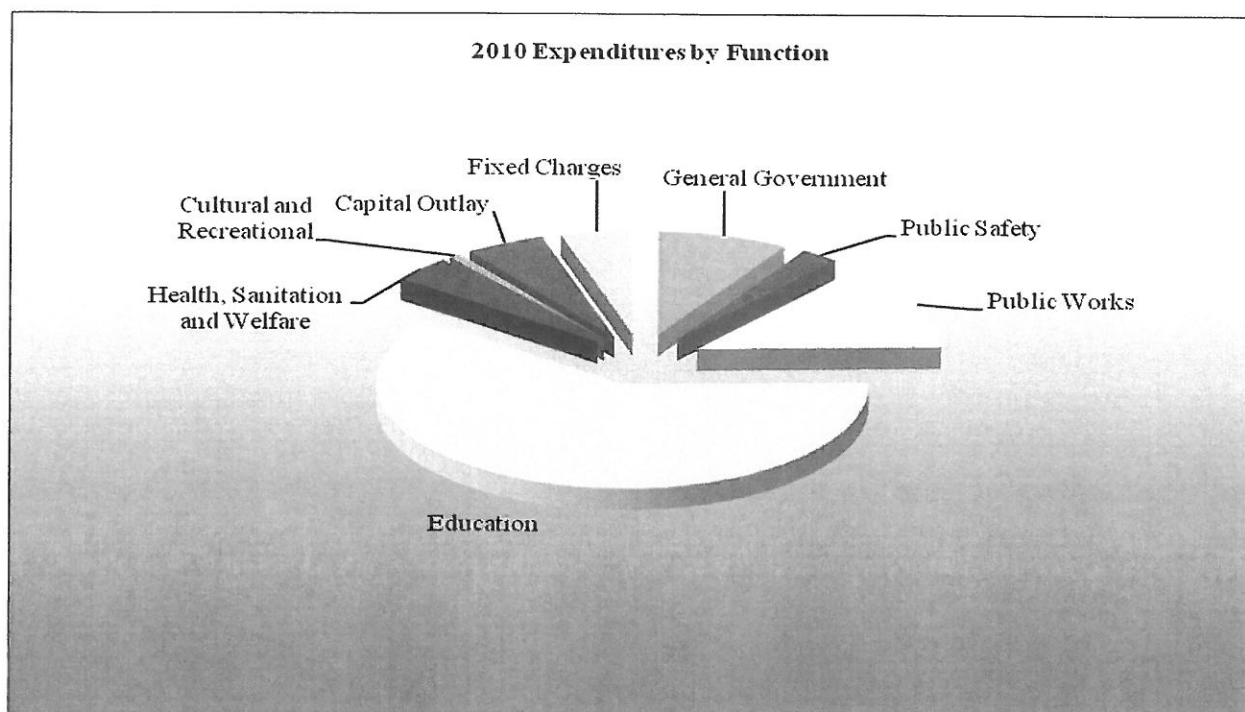


Chart B – 2010 Expenditures by Function

Analysis of Overall Financial Position and Results of Operations

Total revenue exceeded expenses by \$195,428, as expenses were carefully controlled and revenues exceeded expectations. This resulted in a stronger overall financial position for the Town of Sebago.

Analysis of Significant Individual Fund Balances, Transactions and Changes in Fund Balance

Total expenditures did not exceed total revenues by \$64,895 for the governmental funds. The general fund's fund balance amounted to \$1,453,602, a drop of \$161,341. It has been the Town's practice in years past to use funds from the Undesignated Fund Balance to help reduce the tax rate. According to the Town's Fund Balance Policy, we are required to have three (3) times our highest expense month in the fund balance or \$1.3 million. As you can see we are approaching the target mark. Continued careful monitoring of the Undesignated Fund Balance will not only enhance the financial position of the Town both in terms of the cash flow today, but also in terms of the amount available to use for unexpected emergencies.

Analysis of Significant General Fund Budget Variances

Revenues were slightly higher than expected, in various areas. Surprisingly, excise revenues continue to be stable; this could be attributed to attempts to stimulate the economy. Due to the low economy, we budgeted modest amounts, making any fluctuations apparent as well as preparing for any adjustments that may be made with regard to any State programs. Tax payments for the most part have been on track, although a rise in bank foreclosures has been seen.

Given the financial status of the State of Maine and consistently increasing property values in Sebago, the Town lost its state aid (EPS) in support of the schools.

There were no significant overall variations from the original expenditure budgets. We saw a slight variance in General Assistance. The General Assistance Program assisted many more families this year as more people lost their jobs due to the economy. Increased cliental coupled with the increasing fuel costs created the overage. It is important to note that General Assistance costs are currently reimbursed 50% by the State.

Significant Capital Assets

At the end of 2010, the Town had \$1,954,797 net investment in capital assets.

Table 3

Governmental Activities
Capital Assets
(Net of Depreciation)

	<u>Capital Assets</u>	<u>Accumulated Depreciation</u>	<u>Capital Assets, net of Depreciation</u>
Land	\$ 301,905	\$ 0	\$ 301,905
Buildings & Improvements	885,776	303,430	582,346
Vehicles & Equipment	2,046,649	1,162,330	884,319
Infrastructure	<u>232,531</u>	<u>46,304</u>	<u>186,227</u>
TOTAL	<u>\$ 3,466,861</u>	<u>\$ 1,512,064</u>	<u>\$ 1,954,797</u>

Capital assets net of depreciation increased 10%.

The chart on the next page provides a graphic depiction of the distribution of the 2010 net book value of fixed assets (capital assets, net of depreciation) by asset class.

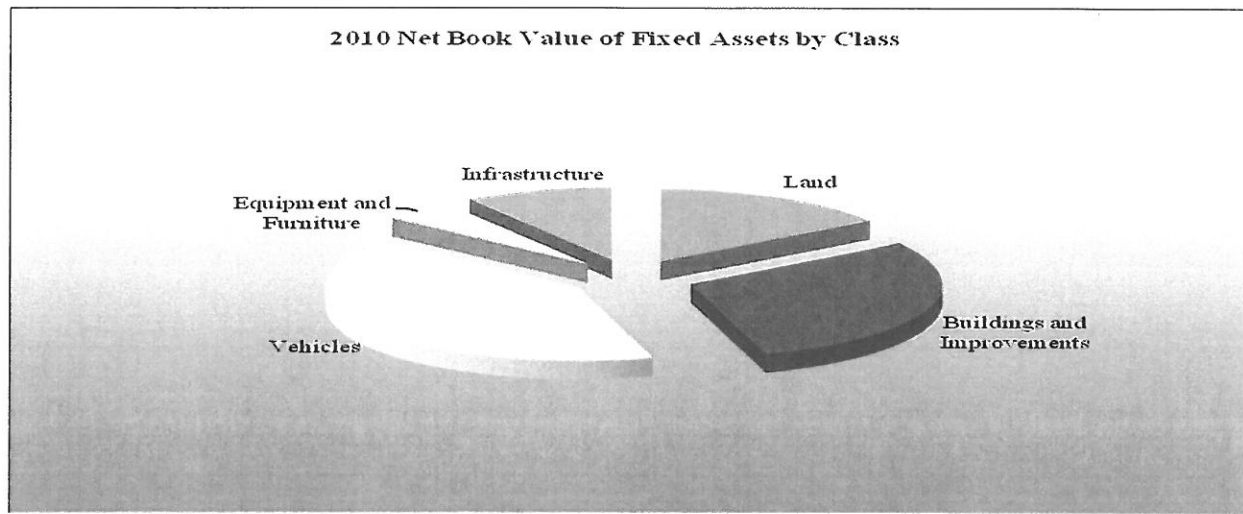


Chart C – 2010 Net Book Value of Fixed Assets by Class

Long-Term Debt Activity

At year-end the Town had a total of \$2,366 of capital lease purchase obligations for photocopier equipment.

The following is a summary of capital lease obligations of the town for the year ended June 30, 2010.

Table 4	
Fiscal Year Ended June 30	
Capital Lease Obligations	
	<u>Capital Lease Obligations</u>
	<u>2010</u>
Debt Payable at June 30, 2009	\$ 3,929
Less: Capital Leases Retired	<u>1,563</u>
Debt Payable at June 30, 2010	<u>\$ 2,366</u>

More detailed information about our long-term liabilities is included in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Given the on-going financial status of the State of Maine, the Town will continue to see a decrease in various State programs (State Revenue Sharing and Local Road assistance, just to name a few). In addition, the Town is now a non state aid (EPS) receiver. Due to increasing property values in the Lakes Region, the School District will not be receiving "transitional funds" from the State. This increases the dependence of local aid for schools to the taxpayers. With this being said, the Town has a large task at hand and continued fiscal responsibility to monitor expenses in keeping the town's budget at a reasonable level without cutting essential services.

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 Manager at 406 Bridgton Road, Sebago, Maine, or by phone at (207) 787-2457.

TOWN OF SEBAGO, MAINE
JUNE 30, 2010

BASIC FINANCIAL INFORMATION

TOWN OF SEBAGO, MAINE
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Governmental <u>Activities</u>
ASSETS:	
Cash and Cash Equivalent	\$ 2,284,695
Receivables (Net of Allowance for Uncollectibles):	
Taxes	451,090
Liens	112,512
Accounts, Net of Allowance	52,621
Capital Assets:	
Land	301,905
Other Capital Assets, Net of Depreciation	1,652,892
Total Capital Assets	<u>1,954,797</u>
TOTAL ASSETS	<u>4,855,715</u>
LIABILITIES:	
Accounts Payable	39,079
Accrued Expenses	8,017
Accrued Compensated Absences	15,635
Deferred Revenues	2,510
Long-Term Liabilities:	
Due Within One Year	1,651
Due in More Than One Year	715
Total Liabilities	<u>67,607</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	1,952,431
Restricted for:	
Special Revenues	18,711
Capital Projects	1,024,593
Unrestricted	1,792,373
TOTAL NET ASSETS	<u><u>\$ 4,788,108</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

	Expenses	Program Revenues		Net (Expense) Revenue and Changes In Net Assets
		Charges for Services	Operating Grants and Contributions	
FUNCTIONS/PROGRAMS				
Primary Government				
Governmental Activities				
General Government	\$ 463,495	\$ 81,986	\$ -	\$ (381,509)
Public Safety	190,723	26,448	-	(164,275)
Public Works	581,059	26,634	51,360	(503,065)
Education	3,142,268	-	-	(3,142,268)
Health, Sanitation and Welfare	204,576	16,280	-	(188,296)
Cultural and Recreational	42,482	13,832	-	(28,650)
Fixed Charges	245,558	-	-	(245,558)
For Designated Purpose	105,466	-	70,191	(35,275)
Total Governmental Activities	4,975,627	165,180	121,551	(4,688,896)
TOTAL PRIMARY GOVERNMENT	\$ 4,975,627	\$ 165,180	\$ 121,551	\$ (4,688,896)
General Revenues:				
Property Taxes				\$ 4,441,027
Excise Taxes				268,665
Intergovernmental				124,459
Investment Earnings				50,173
Total General Revenues, Special Items and Transfers				4,884,324
Change in Net Assets				195,428
Net Assets - July 1, 2009				4,592,680
Net Assets - June 30, 2010				\$ 4,788,108

The Accompanying Notes are an Integral Part of these Financial Statements.

Berry Talbot Royer, Falmouth, Maine

TOWN OF SEBAGO, MAINE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:			
Cash and Cash Equivalent	\$ 1,254,995	\$ 1,029,700	\$ 2,284,695
Receivables:			
Taxes - Current and Prior Years	451,090	-	451,090
Tax Liens	112,512	-	112,512
Accounts, Net of Allowance	33,732	18,889	52,621
Due from Other Funds	20,556	15,271	35,827
TOTAL ASSETS	<u>\$ 1,872,885</u>	<u>\$ 1,063,860</u>	<u>\$ 2,936,745</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 39,079	\$ -	\$ 39,079
Accrued Expenses	8,017	-	8,017
Deferred Revenues	356,916	-	356,916
Due to Other Funds	15,271	20,556	35,827
	<u>419,283</u>	<u>20,556</u>	<u>439,839</u>
FUND BALANCES:			
Fund Balances:			
Unreserved, Reported in:			
General Fund	1,453,602	-	1,453,602
Special Revenues	-	18,711	18,711
Capital Projects	-	1,024,593	1,024,593
	<u>1,453,602</u>	<u>1,043,304</u>	<u>2,496,906</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,872,885</u>	<u>\$ 1,063,860</u>	

Amounts reported for governmental activities in the Statement of Net Assets (Statement 1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	1,954,797
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Capital Leases Payable	(2,366)
Compensated Absences Payable	(15,635)
Funds are not available to pay for current period expenditures and therefore are deferred in the funds.	354,406
Net Assets of Governmental Activities	<u>\$ 4,788,108</u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES:			
Taxes	\$ 4,630,287	\$ -	\$ 4,630,287
Intergovernmental	191,721	-	191,721
Licenses, Permits and Fees	53,229	-	53,229
Charges for Services	14,577	-	14,577
Miscellaneous	129,555	72,281	201,836
	<u>5,019,369</u>	<u>72,281</u>	<u>5,091,650</u>
EXPENDITURES:			
General Government	443,171	-	443,171
Public Safety	130,121	-	130,121
Public Works	699,612	-	699,612
Education	3,142,268	-	3,142,268
Health, Sanitation and Welfare	203,109	-	203,109
Cultural and Recreational	42,482	-	42,482
Fixed Charges	245,558	-	245,558
For Designated Purpose	-	250,224	250,224
	<u>4,906,321</u>	<u>250,224</u>	<u>5,156,545</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	113,048	(177,943)	(64,895)
OTHER FINANCING SOURCES (USES)	<u>(274,389)</u>	<u>274,389</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(161,341)	96,446	(64,895)
FUND BALANCE - JULY 1, 2009	<u>1,614,943</u>	<u>946,858</u>	<u>2,561,801</u>
FUND BALANCE - JUNE 30, 2010	<u><u>\$ 1,453,602</u></u>	<u><u>\$ 1,043,304</u></u>	<u><u>\$ 2,496,906</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, 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, 2010

Net change in fund balances - total governmental funds (from Statement 4)	\$ (64,895)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlay exceeded depreciation in the current period is as follows:</p>	
Capital Outlay	308,866
Depreciation	<u>(137,884)</u>
	<u>170,982</u>
<p>Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. The amount of capital lease repayments is as follows:</p>	
Capital Lease Repayment	1,563
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the fund statement.</p>	
	79,405
<p>Expenditures reported in the statement of activities that do not require the use of current financial resources are not reported as expenditures in governmental funds.</p>	
Accrued Compensated Absences	<u>8,373</u>
Change in net assets of governmental activities (see Statement 2)	<u>\$ 195,428</u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - GENERAL FUND - BUDGETARY BASIS
FOR THE YEAR ENDED JUNE 30, 2010

	Initial and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
Taxes	\$ 4,686,685	\$ 4,630,287	\$ (56,398)
Intergovernmental	166,509	191,721	25,212
Licenses, Permits and Fees	35,700	53,229	17,529
Charges for Services	9,200	14,577	5,377
Other Revenues	<u>88,051</u>	<u>129,555</u>	<u>41,504</u>
TOTAL REVENUES	<u>4,986,145</u>	<u>5,019,369</u>	<u>33,224</u>
EXPENDITURES:			
General Government	468,284	443,171	25,113
Public Safety	141,900	130,121	11,779
Public Works	689,457	699,612	(10,155)
Education	3,142,268	3,142,268	-
Health, Sanitation and Welfare	182,914	203,109	(20,195)
Cultural and Recreational	48,210	42,482	5,728
Fixed Charges	<u>244,417</u>	<u>245,558</u>	<u>(1,141)</u>
TOTAL EXPENDITURES	<u>4,917,450</u>	<u>4,906,321</u>	<u>11,129</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	68,695	113,048	44,353
OTHER FINANCING SOURCES (USES):			
Budgeted Use of Surplus	205,694	-	(205,694)
Operating Transfer Out	<u>(274,389)</u>	<u>(274,389)</u>	<u>-</u>
	<u>(68,695)</u>	<u>(274,389)</u>	<u>(205,694)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>(161,341)</u>	<u>\$ (161,341)</u>
FUND BALANCE - JULY 1		<u>1,614,943</u>	
FUND BALANCE - JUNE 30		<u>\$ 1,453,602</u>	

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010

	<u>Private Purpose Trust Funds</u>	<u>Agency Funds</u>
ASSETS:		
Cash	<u>\$ 23,354</u>	<u>\$ 42,773</u>
LIABILITIES:		
Due to Other Groups	<u>-</u>	<u>42,773</u>
NET ASSETS:		
Held in Trust for Other Purposes	<u><u>\$ 23,354</u></u>	<u><u>\$ -</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Private Purpose Trusts
	<u> </u>
ADDITIONS:	
Interest	\$ 53
Other	<u> 300</u>
	353
 DEDUCTIONS:	
Program Expenditures	<u> 1,154</u>
 CHANGE IN NET ASSETS	 (801)
 NET ASSETS - JULY 1, 2009	 <u> 24,155</u>
 NET ASSETS - JUNE 30, 2010	 <u><u> \$ 23,354</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 1 - SUMMARY OF ACCOUNTING POLICIES

The Reporting Entity

The Town of Sebago, Maine, incorporated in 1826 operates under a Town Manager-Selectmen form of government. The financial statements of the Town of Sebago conform to generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is responsible for establishing generally accepted accounting principles (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. The more significant accounting policies established in GAAP and used by the Town are discussed below.

Principles Determining Scope of Reporting Entity

In evaluating the Town as a reporting entity, management has addressed all potential component units for which the Town may or may not be financially accountable and, as such, be includable within the Town's financial statements. In accordance with GASB Codification Section 2100, the Town (the primary government) is financially accountable if it appoints a voting majority of the organizations governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the Town. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Based on the Town's judgment and all pertinent facts derived from the analysis of the criteria, there were no potential component units required to be included in this report.

Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements, comprised of the statement of net assets and the statement of activities, report information on all of the non-fiduciary activities of the Town. Governmental activities are normally supported by taxes and intergovernmental revenues. The effect of interfund activity has been removed from the statements.

The statement of activities points out the extent to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a function, service, program, or department. The Town does not allocate indirect expenses to programs or 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 provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational 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 and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds (if any) are reported as separate columns in the fund financial statements.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Fund Financial Statements

The financial transactions of the Town are reported in 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, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

Governmental Activities

Governmental funds are identified as either general, special revenue, capital projects, 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.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

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

Private-Purpose Trust and Agency Funds - Trust funds are used to account for assets received by the District and held in a trustee capacity. Agency funds are generally used to account for assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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.

Accrual

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

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

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. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or 60 days 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. However, debt service expenditures, as well as certain compensated absences, claims and judgments, are recorded only when the payment is due.

GASB Codification Section 2200.152-153 sets forth minimum criteria (percentages of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The Town's major governmental fund is the General Fund. The General Fund accounts for all financial resources of the Town, except those required to be accounted for in another fund. The non-major funds are combined in the "Other Governmental Funds" column in the fund financial statements.

Budgetary Accounting

Each year a Budget is adopted for the general fund only. 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:

- 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.
- After giving public notice of the meeting, the inhabitants of the Town voted in June for the purpose of adopting the proposed budget.
- The budget was adopted subsequent to the vote by the inhabitants of the Town.

Formal budgetary integration is employed as a management control device during the year for the general fund. A comparison of budget to actual is presented in the financial statements.

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 are reported at fair value.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Interfund Transactions

During the course of normal operations, the Town has transactions between funds including expenditures and transfers of resources to provide resources, construct assets and service debt. These transactions, if any, are reported as operating transfers.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. In accordance with GASB Codification Section 1400, the Town has complied with the requirement to retroactively report all major general infrastructure assets by June 30, 2010.

Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost and depreciated over their estimated useful lives. Donated capital assets are recorded at their estimated fair value at the date of donation. Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

Property, Plant and equipment of the primary government are depreciated using the straight line method over the assets' estimated lives, ranging from 5 to 30 years.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

As permitted by GASB Codification Section 1400.102, capitalization of interest cost is applied on new construction, when applicable.

The Town of Sebago has elected not to retroactively report their major infrastructure assets.

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

Compensated Absences

Pursuant to the terms of the personnel policies, vacation time is granted in varying amounts according to length of service. At June 30, 2010, the accrual for compensated absences was determined to be \$15,635 (\$24,008 at June 30, 2009).

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental statement of assets. Bond premiums and discounts, as well as issuance costs, if material to basic financial statements, are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs (if any) are reported as deferred charges and amortized over the term of the related debt.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Long-Term Obligations (Continued)

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 resources. 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.

Fund Equity Classification

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

Government-Wide Statements

Net assets represent the differences between assets and liabilities. Equity is classified as net assets and displayed in three components:

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

Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets, liabilities, the disclosure of contingent liabilities, and the reported revenues and expenses.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 2 - DEPOSITS

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town's will not be able to recover the value of its deposits and investments that are in the possession of an outside party.

Deposits

The Town has a deposit policy for custodial credit risk. As of June 30, 2010, the Town reported deposits of \$2,350,822 with a bank balance of \$2,383,132. Of the Town's bank balance, \$656,846 was covered by FDIC insurance, and \$1,726,286 was exposed to custodial credit risk. The balance exposed to custodial credit risk was collateralized with government securities with an "AAA" rating by the pledging bank, but not held in the Town's name.

Note 3 - PROPERTY TAX

The Town's property taxes for the July 1, 2009-June 30, 2010 fiscal year were committed on September 15, 2009. Taxes were due semi-annually on November 1, 2009 and May 1, 2010. Unpaid taxes are charged interest of 7.0% per annum. The tax commitment was based on the April 1, 2009 assessed real estate and personal property values totaling \$346,075,251.

The following summarizes the levy:

VALUATION AND ASSESSMENT

VALUATION:

Real Estate	\$ 343,491,340
Personal Property	<u>2,583,911</u>
Total Valuation	346,075,251

TAX RATE PER THOUSAND	<u>12.82</u>
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TAX COMMITMENT	<u>\$ 4,436,685</u>
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TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 3 - PROPERTY TAX (Continued)

COLLECTION OF 2009/2010 TAXES

ORIGINAL COMMITMENT		\$ 4,436,685
SUPPLEMENTAL COMMITMENT		<u>4,342</u>
		4,441,027
Less: Collection in Current Year (Net of Adjustments and Refunds)	\$ 3,988,308	
Abatements	<u>8,137</u>	<u>3,996,445</u>
TAXES RECEIVABLE-JUNE 30, 2010		<u><u>\$ 444,582</u></u>

Taxes receivable at June 30, 2010 are as follows:

Taxes - Current Year	\$ 444,582
Taxes - Prior Years	<u>6,508</u>
	<u><u>\$ 451,090</u></u>

The Town is permitted by the laws of the State of Maine to levy taxes 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 \$6,957 for the year ended June 30, 2010.

Property taxes levied for the fiscal year are recorded as receivables at the time the levy is made. The receivables collected during the year and during the first sixty (60) days after June 30, 2010 are recognized as revenues. The remaining receivables estimated to be collectible subsequent to the sixty (60) day period are recorded as deferred revenues.

The 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. Property acquired by foreclosure for non-payment of taxes is recorded at the amount of expired tax liens plus the cost involved in foreclosure. Liens and any current taxes on the same parcel are not included as part of the tax acquired property account until expiration of statutory time limits.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 4 - CAPITAL ASSETS

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

	Balance June 30, <u>2009</u>	<u>Additions</u>	<u>Dispositions</u>	Balance June 30, <u>2010</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 301,905	\$ -	\$ -	\$ 301,905
Capital assets, being depreciated:				
Buildings and Improvements	838,152	47,624	-	885,776
Machinery and equipment	2,009,640	112,009	(75,000)	2,046,649
Infrastructure	<u>83,298</u>	<u>149,233</u>	<u>-</u>	<u>232,531</u>
Total capital assets, being depreciated:	<u>2,931,090</u>	<u>308,866</u>	<u>(75,000)</u>	<u>3,164,956</u>
Less accumulated depreciation:				
Buildings and Improvements	282,730	20,700	-	303,430
Machinery and equipment	1,135,936	101,394	(75,000)	1,162,330
Infrastructure	<u>30,514</u>	<u>15,790</u>	<u>-</u>	<u>46,304</u>
Total	<u>1,449,180</u>	<u>137,884</u>	<u>(75,000)</u>	<u>1,512,064</u>
Governmental activities				
Capital assets, net	<u>\$ 1,783,815</u>	<u>\$ 170,982</u>	<u>\$ -</u>	<u>\$ 1,954,797</u>

Depreciation was charged to Governmental functions as follows:

General Government	\$ 27,070
Public Safety	60,602
Public Works	47,637
Health, Sanitation and Welfare	<u>2,575</u>
Total Depreciation	<u>\$ 137,884</u>

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 5 - CAPITAL LEASES

The Town's color copier lease expires in 2012. Annual payments are made for the principal and interest amounts. The following schedule presents a summary of the capital lease commitment as of June 30, 2010.

	<i>Year Ending</i> <u>June 30</u>	<u>Amount</u>
	2011	\$ 1,740
	2012	<u>725</u>
Total minimum lease payments		2,465
Less: Amounts representing interest		<u>(99)</u>
Present value of net minimum lease payments		2,366
Less: Current maturities of capital lease obligations		<u>(1,651)</u>
Long-term capital lease obligations		<u>\$ 715</u>

In accordance with 30 MRSA, Section 5061, as amended, no municipality shall incur debt for specified purposes in excess of certain percentages of state valuation of such municipality. The Town's outstanding debt at June 30, 2010, of \$2,366 was \$65,990,134 below the Town's statutory debt limit.

Note 6 - OVERLAPPING DEBT

The Town's proportionate share of Cumberland County's and Maine School Administrative District No. 61's bonded debt is not reported in the Town's financial statements. Debt service is included in the annual County and School assessments to the Town. The Town's share is 1.02% (\$38,356) of Cumberland County's outstanding debt of \$3,772,625 and 7.2% (\$556,921) of Maine School Administrative District No. 61's outstanding bonded debt of \$7,764,050.

Note 7 - CONTINGENT LIABILITY

The Town of Sebago and twenty-six other municipalities have entered into an agreement with Ecomaine for a material recycling facility. At June 30, 2010, outstanding material recycling facility bonds of Ecomaine totaled \$1,980,000, of which the Town of Sebago's share, based on estimated tonnage to be delivered, amounts to \$12,474 (0.63%). This amount has not been recorded in the basic financial statements.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 7 - CONTINGENT LIABILITY (Continued)

State and Federal Grants

The Town participates in state and federal grant programs which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Town has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the Town, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

Litigation

The Town is subject to certain legal proceedings and claims which arise in the ordinary course of conducting its activities. In the opinion of management, the Town has defensible positions and any ultimate liabilities are covered by insurance or will not materially affect the financial position of the Town.

Note 8 - 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 participates in a public entity risk pool. Currently, the Town participates in a public entity risk pool sponsored by the Maine Municipal Association.

Based on coverage provided by the pool, as well as 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, 2010.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE 9 - INTERFUND ACTIVITY

Interfund balances at June 30, 2010 consisted of the following:

<u>Due From</u>	
General Fund	\$ 20,556
Non Major Governmental Funds:	
Special Revenue Funds	
Adelphia Cable TV	2,790
Narragansett Grant	272
Capital Project Funds	
Brush Dump	3,458
Public Safety Building	4,486
Local Match for Federal Grants	<u>4,265</u>
TOTAL	<u>\$ 35,827</u>

<u>Due To</u>	
General Fund	\$ 15,271
Non Major Governmental Funds:	
Special Revenue Funds	
EMS Daytime Rescue	16,929
CDBG Grant	612
Capital Project Fund	
Fire Truck Tank #1	167
Town Hall Shelter	<u>2,848</u>
TOTAL	<u>\$ 35,827</u>

The purpose of the interfund account is to charge revenues and expenditures to the appropriate fund when that activity is accounted for through the centralized checking account. The balances represent each fund's portion of the centralized checking account.

Interfund transfers for the year ended June 30, 2010 consisted of the following:

<u>Transfer From</u>	
General Fund	<u>\$ 274,389</u>
<u>Transfer To</u>	
Non Major Governmental Funds:	
Capital Projects:	<u>\$ 274,389</u>

Transfers are used to move revenues from the fund that statute or budget requires them to be collected, to the fund that statute or budget requires them to be expended.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

Note 10 - BUDGETED USE OF SURPLUS

During the year ended June 30, 2010, the Town budgeted to utilize \$205,694 of prior year undesignated fund balance as a budgeted use of surplus.

Note 11 - RETIREMENT PLAN

The Town offers its employees a deferred compensation plan through Guardian, created in accordance with Internal Revenue Code Section 408(p) on November 14, 2000. The plan, available to eligible Town employees, permits them to defer a portion of their salary until future years. The Town matches up to 3% of each qualified employees' earnings. An employee who regularly works 20 hours per week and has completed a period of 30 days of consecutive employment may become a participant in this plan. Currently seven employees participate in this plan.

Assets of the plan are placed in trusts for the exclusive benefit of participants and their beneficiaries. Accordingly, the assets and the liability for the compensation deferred, including earnings on plan assets, are not included in the Town's financial statements.

In addition, the Town participates in the Social Security Retirement Program. The Town's contribution to Social Security was \$32,444, for the year ended June 30, 2010.

Note 12 - SUBSEQUENT EVENTS

In preparing these financial statements, the town has evaluated events and transactions for potential recognition or disclosure through February 10, 2011, the date the financial statements were available to be issued.

GENERAL FUND

The General Fund accounts for all revenues and expenditures of the Town which are not accounted for in other funds. Most governmental services are provided by the General Fund including public works, public safety, education, recreation, health and welfare, and general administrative services.

TOWN OF SEBAGO, MAINE
BALANCE SHEETS - GENERAL FUND
JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	<u>2010</u>	<u>2009</u>
ASSETS:		
Cash and Cash Equivalent	\$ 1,254,995	\$ 1,436,870
Receivables:		
Taxes - Current and Prior Years	451,090	409,492
Tax Liens	112,512	82,912
Accounts	33,732	36,449
Due from Other Funds	<u>20,556</u>	<u>4,851</u>
TOTAL ASSETS	<u><u>\$ 1,872,885</u></u>	<u><u>\$ 1,970,574</u></u>
 LIABILITIES AND FUND BALANCES:		
Liabilities:		
Accounts Payable	\$ 39,079	\$ 40,298
Accrued Expenses	8,017	5,016
Deferred Revenues	356,916	276,720
Due to Other Funds	<u>15,271</u>	<u>33,596</u>
	<u>419,283</u>	<u>355,630</u>
 Fund Balances:		
Unreserved:		
Undesignated	<u>1,453,602</u>	<u>1,614,943</u>
	<u>1,453,602</u>	<u>1,614,943</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 1,872,885</u></u>	<u><u>\$ 1,970,573</u></u>

TOWN OF SEBAGO, MAINE
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Initial and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
Taxes:			
Property	\$ 4,436,685	\$ 4,436,685	\$ -
Change in Deferred Property Tax Revenues	-	(79,405)	(79,405)
Excise	250,000	268,665	18,665
Supplemental Taxes	-	4,342	4,342
	<u>4,686,685</u>	<u>4,630,287</u>	<u>(56,398)</u>
Intergovernmental:			
State Revenue Sharing	83,295	71,749	(11,546)
State Homestead Reimbursement	30,314	30,314	-
Veterans Exemption	900	1,468	568
Tree Growth	1,000	20,928	19,928
Highway Block Grant	45,000	51,360	6,360
General Assistance	5,000	15,329	10,329
State Park Sharing	1,000	573	(427)
	<u>166,509</u>	<u>191,721</u>	<u>25,212</u>
Licenses, Permits and Fees:			
Building Permits	4,000	13,259	9,259
Plumbing Permits	2,500	3,569	1,069
Agent Fees	6,400	8,026	1,626
Vital Statistics	1,000	1,465	465
Dog Fees	300	276	(24)
Transfer Station Fees	21,500	26,634	5,134
	<u>35,700</u>	<u>53,229</u>	<u>17,529</u>
Charges for Services:			
Cable TV Franchise Fees	6,000	8,571	2,571
Planning Board	200	1,018	818
Appeals Board	200	300	100
Douglas Mountain Parking	1,500	1,463	(37)
Recreation	1,300	3,225	1,925
	<u>9,200</u>	<u>14,577</u>	<u>5,377</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Initial and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Other Revenues:			
Interest	\$ 25,000	\$ 2,475	\$ (22,525)
Tax Lien Interest	30,000	38,299	8,299
Lien Notice Filing Charges	3,200	7,309	4,109
Leases/Rentals	100	600	500
Parking Fines	200	1	(199)
Ordinance Fines	26,150	72,852	46,702
Cemetery Lot Sales	300	951	651
Donations	1,000	1,152	152
Other	2,101	5,916	3,815
	<u>88,051</u>	<u>129,555</u>	<u>41,504</u>
TOTAL REVENUES	<u>4,986,145</u>	<u>5,019,369</u>	<u>33,224</u>
EXPENDITURES:			
General Government	468,284	443,171	25,113
Public Safety	141,900	130,121	11,779
Public Works	689,457	699,612	(10,155)
Education	3,142,268	3,142,268	-
Health, Sanitation and Welfare	182,914	203,109	(20,195)
Cultural and Recreational	48,210	42,482	5,728
Fixed Charges	244,417	245,558	(1,141)
	<u>4,917,450</u>	<u>4,906,321</u>	<u>11,129</u>
TOTAL EXPENDITURES	<u>4,917,450</u>	<u>4,906,321</u>	<u>11,129</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>68,695</u>	<u>113,048</u>	<u>44,353</u>
OTHER FINANCING SOURCES (USES):			
Budgeted Use of Surplus	205,694	-	(205,694)
Operating Transfer Out	(274,389)	(274,389)	-
	<u>(68,695)</u>	<u>(274,389)</u>	<u>(205,694)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(68,695)</u>	<u>(274,389)</u>	<u>(205,694)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ (161,341)</u>	<u>\$ (161,341)</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF CHANGES IN FUND BALANCE - GENERAL FUND
YEAR ENDED JUNE 30, 2010

	<u>Unreserved</u>
	<u>Undesignated</u>
FUND BALANCE - JULY 1, 2009	\$1,614,943
EXCESS OF ACTUAL REVENUES AND OTHER SOURCES OVER (UNDER) ACTUAL EXPENDITURES AND OTHER USES	<u>(161,341)</u>
FUND BALANCE - JUNE 30, 2010	<u><u>\$1,453,602</u></u>

OTHER GOVERNMENTAL FUNDS

The Town of Sebago, Maine has the following non-major funds:

SPECIAL REVENUE FUNDS

Special Revenue Funds account for specific resources, the expenditure of which is restricted by law or administrative action for particular purposes.

CAPITAL PROJECTS FUND

Capital Projects Fund is used to account for financial resources segregated for the acquisition or construction or capital facilities other than those financed by enterprise operations.

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - OTHER GOVERNMENTAL FUNDS
JUNE 30, 2010
(With Comparative Totals for the Year ended June 30, 2009)

	Special Revenues (Schedule 1)	Capital Projects (Schedule 2)	Total Memorandum Only	
			2010	2009
ASSETS:				
Cash and Cash Equivalent	\$ 14,301	\$ 1,015,399	\$ 1,029,700	\$ 898,356
Accounts Receivable, Net of Allowance	18,889	-	18,889	19,757
Due from Other Funds	<u>3,062</u>	<u>12,209</u>	<u>15,271</u>	<u>33,596</u>
TOTAL ASSETS	<u><u>\$ 36,252</u></u>	<u><u>\$ 1,027,608</u></u>	<u><u>\$ 1,063,860</u></u>	<u><u>\$ 951,709</u></u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Due to Other Funds	\$ 17,541	\$ 3,015	\$ 20,556	\$ 4,851
Fund Balance	<u>18,711</u>	<u>1,024,593</u>	<u>1,043,304</u>	<u>946,858</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 36,252</u></u>	<u><u>\$ 1,027,608</u></u>	<u><u>\$ 1,063,860</u></u>	<u><u>\$ 951,709</u></u>

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - OTHER GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010
(With Comparative totals for the Year ended June 30, 2009)

	Special Revenues (Schedule 1a)	Capital Projects (Schedule 2a)	Total Memorandum Only	
			<u>2010</u>	<u>2009</u>
REVENUES:				
Interest	\$ -	\$ 2,090	\$ 2,090	\$ 43,803
Other	70,191	-	70,191	15,737
	<u>70,191</u>	<u>2,090</u>	<u>72,281</u>	<u>59,540</u>
EXPENDITURES				
Fees	<u>94,564</u>	<u>155,660</u>	<u>250,224</u>	<u>170,055</u>
EXCESS OF REVENUES OVER EXPENDITURES	(24,373)	(153,570)	(177,943)	(110,515)
OTHER FINANCING SOURCES (USES):				
Transfers In (Out)	<u>-</u>	<u>274,389</u>	<u>274,389</u>	<u>329,608</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(24,373)	120,819	96,446	219,093
FUND BALANCE - JULY 1	<u>43,084</u>	<u>903,774</u>	<u>946,858</u>	<u>727,765</u>
FUND BALANCE - JUNE 30	<u>\$ 18,711</u>	<u>\$ 1,024,593</u>	<u>\$ 1,043,304</u>	<u>\$ 946,858</u>

FIDUCIARY FUNDS

Fiduciary Funds are established to account for assets received and held by the Town in a trustee or agent capacity. These include Expendable Trust, Nonexpendable Trust and Agency Funds.

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2010
(With Comparative Totals for the Year ended June 30, 2009)

	Private Purpose Funds			Agency funds			Total	
	Perpetual Care Funds	Pooled Cemetery Funds	Potter Sunday	Potter Sunday	Potter Education		2010	2009
ASSETS:								
Cash and Cash Equivalent	\$ 13,554	\$ 9,800	\$ 8,292	\$ 869	\$ 33,612	\$	66,127	\$ 67,835
	-	-	8,292	869	33,612		42,773	43,680
LIABILITIES:								
Due to Other Groups								
NET ASSETS:								
NonExpendable	11,400	8,434	-	-	-		19,834	19,534
Expendable	2,154	1,366	-	-	-		3,520	4,621
	\$ 13,554	\$ 9,800	\$ -	\$ -	\$ -	\$	23,354	\$ 24,155

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2010
(With Comparative Totals for the Year ended June 30, 2009)

	<u>Private Purpose Funds</u>		<u>Total</u>	
	<u>Perpetual</u>	<u>Pooled</u>	<u>Memorandum Only</u>	
	<u>Care</u>	<u>Cemetery</u>	<u>2010</u>	<u>2009</u>
	<u>Funds</u>	<u>Funds</u>		
		(Schedule 3)		
ADDITIONS:				
Interest	\$ 31	\$ 22	\$ 53	\$ 229
Other	300	-	300	450
	<u>331</u>	<u>22</u>	<u>353</u>	<u>679</u>
DEDUCTIONS:				
Fees	<u>1,116</u>	<u>38</u>	<u>1,154</u>	<u>138</u>
CHANGE IN NET ASSETS	(785)	(16)	(801)	541
NET ASSETS - JULY 1	<u>14,339</u>	<u>9,816</u>	<u>24,155</u>	<u>23,614</u>
NET ASSETS - JUNE 30	<u>\$ 13,554</u>	<u>\$ 9,800</u>	<u>\$ 23,354</u>	<u>\$ 24,155</u>

The following schedules are presented for purposes of additional analysis and are also not a required part of the basic financial statements of the Town of Sebago, Maine. Such information in these schedules has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	EMS Daytime Rescue	Adelphia Cable TV Equipment	FEMA- Homeland Security	Teddy Bear Fund	Comprehensive Planning	Narragansett Grant	CDBG Grant	Total Memorandum Only	
								2010	2009
ASSETS:									
Cash and Cash Equivalent	\$ 14,070	\$ -	\$ -	\$ 157	\$ 74	\$ -	\$ -	\$ 14,301	\$ 17,626
Accounts Receivable, Net of Allowance	18,889	-	-	-	-	-	-	18,889	19,757
Due from Other Funds	-	2,790	-	-	-	272	-	3,062	10,513
TOTAL ASSETS	\$ 32,959	\$ 2,790	\$ -	\$ 157	\$ 74	\$ 272	\$ -	\$ 36,252	\$ 47,896
LIABILITIES AND FUND BALANCE:									
Liabilities:									
Due to Other Funds	\$ 16,929	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 612	\$ 17,541	\$ 4,812
Fund Balance (Deficit)	16,030	2,790	-	157	74	272	(612)	18,711	43,084
TOTAL LIABILITIES AND FUND BALANCE	\$ 32,959	\$ 2,790	\$ -	\$ 157	\$ 74	\$ 272	\$ -	\$ 36,252	\$ 47,896

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	EMS Daytime Rescue	Adelphia Cable TV Equipment	FEMA- Homeland Security	Teddy Bear Fund	Comprehensive Planning	Narragansett Grant	CDBG Grant	Total	
								2010	2009
REVENUES:									
Interest	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 37,051
Other	38,054	-	-	-	-	-	32,137	70,191	3,847
	<u>38,054</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,137</u>	<u>70,191</u>	<u>40,898</u>
EXPENDITURES:									
For Designated Purposes	<u>54,364</u>	<u>-</u>	<u>7,451</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,749</u>	<u>94,564</u>	<u>92,101</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(16,310)	-	(7,451)	-	-	-	(612)	(24,373)	(51,203)
FUND BALANCES - JULY 1	<u>32,340</u>	<u>2,790</u>	<u>7,451</u>	<u>157</u>	<u>74</u>	<u>272</u>	<u>-</u>	<u>43,084</u>	<u>94,287</u>
FUND BALANCES (DEFICIT) - JUNE 3	<u>\$ 16,030</u>	<u>\$ 2,790</u>	<u>\$ -</u>	<u>\$ 157</u>	<u>\$ 74</u>	<u>\$ 272</u>	<u>\$ (612)</u>	<u>\$ 18,711</u>	<u>\$ 43,084</u>

TOWN OF SEBAGO, MAINE
 COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	Plow Truck #1	Plow Truck #2	4X4 Backhoe	Plow Truck #2	Rescue Ambulance	Folly Bridge Reserve	Brush Dump	Fire Engine #2	Fire Engine #3
ASSETS:									
Cash and Cash Equivalent	\$ 48,878	\$ 37,250	\$ 64,487	\$ 20,194	\$ 76,049	\$ 2,442	\$ 20,030	\$ 149,384	\$ 69,407
Due from Other Funds	-	-	-	-	-	-	3,458	-	-
TOTAL ASSETS	<u>\$ 48,878</u>	<u>\$ 37,250</u>	<u>\$ 64,487</u>	<u>\$ 20,194</u>	<u>\$ 76,049</u>	<u>\$ 2,442</u>	<u>\$ 23,488</u>	<u>\$ 149,384</u>	<u>\$ 69,407</u>
LIABILITIES AND FUND BALANCE:									
Liabilities:									
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance (Deficit)	<u>48,878</u>	<u>37,250</u>	<u>64,487</u>	<u>20,194</u>	<u>76,049</u>	<u>2,442</u>	<u>23,488</u>	<u>149,384</u>	<u>69,407</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 48,878</u>	<u>\$ 37,250</u>	<u>\$ 64,487</u>	<u>\$ 20,194</u>	<u>\$ 76,049</u>	<u>\$ 2,442</u>	<u>\$ 23,488</u>	<u>\$ 149,384</u>	<u>\$ 69,407</u>

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
 JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	<u>Fire Engine #4</u>	<u>Long Beach</u>	<u>Revaluation</u>	<u>Warming Hut/Food Pantry</u>	<u>Fire Truck Tank #2</u>	<u>Town Hall Parking Lot</u>	<u>Trash Compactor</u>	<u>Fire Truck Tank #1</u>
ASSETS:								
Cash and Cash Equivalent	\$ 124,457	\$ 1,198	\$ 29,004	\$ -	\$ 170,527	\$ 15,173	\$ 15,376	\$ 18,398
Due from Other Funds	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 124,457</u>	<u>\$ 1,198</u>	<u>\$ 29,004</u>	<u>\$ -</u>	<u>\$ 170,527</u>	<u>\$ 15,173</u>	<u>\$ 15,376</u>	<u>\$ 18,398</u>
LIABILITIES AND FUND BALANCE:								
Liabilities:								
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 167
Fund Balance (Deficit)	<u>124,457</u>	<u>1,198</u>	<u>29,004</u>	<u>-</u>	<u>170,527</u>	<u>15,173</u>	<u>15,376</u>	<u>18,231</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 124,457</u>	<u>\$ 1,198</u>	<u>\$ 29,004</u>	<u>\$ -</u>	<u>\$ 170,527</u>	<u>\$ 15,173</u>	<u>\$ 15,376</u>	<u>\$ 18,398</u>

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	<u>Transfer Station Enhancements</u>	<u>1 Ton Plow Truck</u>	<u>Public Safety Building</u>	<u>Radio Repeater</u>	<u>Land Acquisition</u>	<u>Roll Off Truck</u>	<u>Forestry Truck #1</u>	<u>Public Works Storage</u>
ASSETS:								
Cash and Cash Equivalent	\$ 21,287	\$ 28,473	\$ 10,247	\$ 1,281	\$ 24,186	\$ 13,664	\$ 19,611	\$ 22,063
Due from Other Funds	-	-	4,486	-	-	-	-	-
TOTAL ASSETS	<u>\$ 21,287</u>	<u>\$ 28,473</u>	<u>\$ 14,733</u>	<u>\$ 1,281</u>	<u>\$ 24,186</u>	<u>\$ 13,664</u>	<u>\$ 19,611</u>	<u>\$ 22,063</u>
LIABILITIES AND FUND BALANCE:								
Liabilities:								
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance (Deficit)	<u>21,287</u>	<u>28,473</u>	<u>14,733</u>	<u>1,281</u>	<u>24,186</u>	<u>13,664</u>	<u>19,611</u>	<u>22,063</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 21,287</u>	<u>\$ 28,473</u>	<u>\$ 14,733</u>	<u>\$ 1,281</u>	<u>\$ 24,186</u>	<u>\$ 13,664</u>	<u>\$ 19,611</u>	<u>\$ 22,063</u>

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	<u>Rte 114 Drainage</u>	<u>Fire Station</u>	<u>Server</u>	<u>PW Truck</u>	<u>Local Match for Federal Grants</u>	<u>Town Hall Shelter</u>	<u>Total</u>	
							<u>2010</u>	<u>Memorandum Only 2009</u>
ASSETS:								
Cash and Cash Equivalent	\$ 2,679	\$ 390	\$ 3,006	\$ 6,258	\$ -	\$ -	\$ 1,015,399	\$ 880,730
Due from Other Funds	-	-	-	-	4,265	-	12,209	23,083
TOTAL ASSETS	<u>\$ 2,679</u>	<u>\$ 390</u>	<u>\$ 3,006</u>	<u>\$ 6,258</u>	<u>\$ 4,265</u>	<u>\$ -</u>	<u>\$ 1,027,608</u>	<u>\$ 903,813</u>
LIABILITIES AND FUND BALANCE:								
Liabilities:								
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,848	\$ 3,015	\$ 39
Fund Balance (Deficit)	<u>2,679</u>	<u>390</u>	<u>3,006</u>	<u>6,258</u>	<u>4,265</u>	<u>(2,848)</u>	<u>1,024,593</u>	<u>903,774</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 2,679</u>	<u>\$ 390</u>	<u>\$ 3,006</u>	<u>\$ 6,258</u>	<u>\$ 4,265</u>	<u>\$ -</u>	<u>\$ 1,027,608</u>	<u>\$ 903,813</u>

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2010
 (With Comparative Totals for the Year ended June 30, 2009)

	<u>Plow Truck #1</u>	<u>Plow Truck #2</u>	<u>4X4 Backhoe</u>	<u>Plow Truck #2</u>	<u>Rescue Ambulance</u>	<u>Folly Bridge Reserve</u>	<u>Brush Dump</u>	<u>Fire Engine #2</u>	<u>Fire Engine #3</u>
REVENUES:									
Interest	\$ 102	\$ 77	\$ 135	\$ 93	\$ 157	\$ 5	\$ 25	\$ 299	\$ 140
Other	-	-	-	-	-	-	-	-	-
	<u>102</u>	<u>77</u>	<u>135</u>	<u>93</u>	<u>157</u>	<u>5</u>	<u>25</u>	<u>299</u>	<u>140</u>
EXPENDITURES:									
For Designated Purposes	-	-	-	112,009	-	-	1,683	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	102	77	135	(111,916)	157	5	(1,658)	299	140
OTHER FINANCING SOURCES (USES):									
Operating Transfer In	6,301	5,438	8,330	42,166	11,559	-	19,995	31,909	13,873
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	6,403	5,515	8,465	(69,750)	11,716	5	18,337	32,208	14,013
FUND BALANCES - JULY 1	<u>42,475</u>	<u>31,735</u>	<u>56,022</u>	<u>89,944</u>	<u>64,333</u>	<u>2,437</u>	<u>5,151</u>	<u>117,176</u>	<u>55,394</u>
FUND BALANCES (DEFICIT) - JUNE 30	<u>\$ 48,878</u>	<u>\$ 37,250</u>	<u>\$ 64,487</u>	<u>\$ 20,194</u>	<u>\$ 76,049</u>	<u>\$ 2,442</u>	<u>\$ 23,488</u>	<u>\$ 149,384</u>	<u>\$ 69,407</u>

TOWN OF SEBAGO, MAINE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)

YEAR ENDED JUNE 30, 2010

(With Comparative Totals for the Year ended June 30, 2009)

	Fire Engine #4	Long Beach	Revaluation	Warming Hut/Food Pantry	Fire Truck Tank #2	Town Hall Parking Lot	Trash Compactor	Fire Truck Tank #1
REVENUES:								
Interest	\$ 252	\$ 3	\$ 64	\$ -	\$ 346	\$ 39	\$ 29	\$ 27
Other	-	-	-	-	-	-	-	-
	<u>252</u>	<u>3</u>	<u>64</u>	<u>-</u>	<u>346</u>	<u>39</u>	<u>29</u>	<u>27</u>
EXPENDITURES:								
For Designated Purposes	-	-	-	5,000	-	22,297	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	252	3	64	(5,000)	346	(22,258)	29	27
OTHER FINANCING SOURCES (USES):								
Operating Transfer In	<u>23,635</u>	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>32,501</u>	<u>7,606</u>	<u>4,917</u>	<u>14,242</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	23,887	3	64	-	32,847	(14,652)	4,946	14,269
FUND BALANCES - JULY 1	<u>100,570</u>	<u>1,195</u>	<u>28,940</u>	<u>-</u>	<u>137,680</u>	<u>29,825</u>	<u>10,430</u>	<u>3,962</u>
FUND BALANCES (DEFICIT) - JUNE 30	<u>\$ 124,457</u>	<u>\$ 1,198</u>	<u>\$ 29,004</u>	<u>\$ -</u>	<u>\$ 170,527</u>	<u>\$ 15,173</u>	<u>\$ 15,376</u>	<u>\$ 18,231</u>

TOWN OF SEBAGO, MAINE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)

YEAR ENDED JUNE 30, 2010

(With Comparative Totals for the Year ended June 30, 2009)

	Transfer Station	1 Ton Plow Truck	Public Safety Building	Radio Repeater	Land Acquisition	Roll Off Truck	Forestry Truck #1	Public Works Storage
REVENUES:								
Interest	\$ 41	\$ 51	\$ 22	\$ 3	\$ 56	\$ 30	\$ 34	\$ 44
Other	-	-	-	-	-	-	-	-
	<u>41</u>	<u>51</u>	<u>22</u>	<u>3</u>	<u>56</u>	<u>30</u>	<u>34</u>	<u>44</u>
EXPENDITURES:								
For Designated Purposes	1,200	-	2,430	-	1,433	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,159)	51	(2,408)	3	(1,377)	30	34	44
OTHER FINANCING SOURCES (USES):								
Operating Transfer In	7,573	12,339	-	-	-	-	10,086	5,000
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	6,414	12,390	(2,408)	3	(1,377)	30	10,120	5,044
FUND BALANCES - JULY 1	14,873	16,083	17,141	1,278	25,563	13,634	9,491	17,019
FUND BALANCES (DEFICIT) - JUNE 30	<u>\$ 21,287</u>	<u>\$ 28,473</u>	<u>\$ 14,733</u>	<u>\$ 1,281</u>	<u>\$ 24,186</u>	<u>\$ 13,664</u>	<u>\$ 19,611</u>	<u>\$ 22,063</u>

TOWN OF SEBAGO, MAINE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS (Continued)

YEAR ENDED JUNE 30, 2010

With Comparative Totals for the Year ended June 30, 2009)

	Rte 114 Drainage	Fire Station	Server	PW Truck	Local Match for Federal Grants	Town Hall Shelter	Total	
							2010	2009
REVENUES:								
Interest	\$ 3	\$ 1	\$ 4	\$ 8	\$ -	\$ -	\$ 2,090	\$ 6,752
Other	-	-	-	-	-	-	-	11,890
	3	1	4	8	-	-	2,090	18,642
EXPENDITURES:								
For Designated Purposes	-	-	-	-	-	9,608	155,660	77,954
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3	1	4	8	-	(9,608)	(153,570)	(59,312)
OTHER FINANCING SOURCES (USES):								
Operating Transfer In	2,667	-	3,002	6,250	-	-	274,389	329,608
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,670	1	3,006	6,258	-	(9,608)	120,819	270,296
FUND BALANCES - JULY 1	9	389	-	-	4,265	6,760	903,774	633,478
FUND BALANCES (DEFICIT) - JUNE 30	\$ 2,679	\$ 390	\$ 3,006	\$ 6,258	\$ 4,265	\$ (2,848)	\$ 1,024,593	\$ 903,774

TOWN OF SEBAGO, MAINE
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
CEMETERY TRUST FUNDS
YEAR ENDED JUNE 30, 2010

	<u>Balance</u> <u>06/30/09</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>06/30/10</u>
Orin Douglas - Haley	\$ 192	\$ 1	\$ 1	\$ 192
Fred Meserve - Haley	294	1	3	292
William Fitch - Route 107	984	2	-	986
Emory Martin	1,356	3	-	1,359
Nathan & James Chadbourne	507	1	5	503
Fannie Fitch - Fitch's Store	1,046	2	-	1,048
Laura Parker Fitch	1,433	3	-	1,436
Emory Martin - Haley	101	-	1	100
Lillian Meserve - Poor Cemetery	997	2	-	999
Emma Douglas - Haley	102	-	1	101
Alfred Gray, Stiles, Gray McKenney	203	1	2	202
James & Cassandra Haley	101	-	1	100
Millard & Marjorie Tripp - Haley	102	-	1	101
Walter McDonald - Haley	69	-	-	69
Earle Norman Durrell - Haley	516	1	5	512
Grover & Ethel Douglas - Haley	198	1	2	197
Lendora & Guy Lewis - Haley	404	1	4	401
Granville Durrell - Haley	1,010	2	10	1,002
Alvin, Rose, Herbet, Elsie, Gladys Gray	201	1	2	200
	<u>\$ 9,816</u>	<u>\$ 22</u>	<u>\$ 38</u>	<u>\$ 9,800</u>

TOWN OF SEBAGO, MAINE
VALUATION, ASSESSMENT AND COLLECTION OF TAXES
FISCAL YEAR ENDED JUNE 30, 2010

VALUATION AND ASSESSMENT

Real Property	\$ 343,491,340
Personal Property	<u>2,583,911</u>
TOTAL VALUATION	346,075,251
Tax Rate per Thousand	<u>12.82</u>
TAX COMMITMENT	<u><u>\$ 4,436,685</u></u>

APPROPRIATIONS

Municipal Functions	\$ 1,762,589
Maine School Administrative District No. 61	3,142,268
County Tax	232,860
Overlay	<u>6,957</u>
	5,144,674
Less: Estimated Revenues	<u>707,989</u>
TAX COMMITMENT	<u><u>\$ 4,436,685</u></u>

2009/2010 TAXES

Original Commitment		\$ 4,436,685
Supplemental Taxes		<u>4,342</u>
		4,441,027
Less: Collection (Net of Refunds and Adjustments)	\$ 3,988,308	
Abatements	<u>8,137</u>	
		<u>3,996,445</u>
TAXES RECEIVABLE - JUNE 30, 2010		<u><u>\$ 444,582</u></u>

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS
YEAR ENDED JUNE 30, 2010

	Appropriations	Transfers and Other Credits	Total Available	Expenditures	Overdrawn	Lapsed Unexpended
GENERAL GOVERNMENT:						
General Administration	\$ 279,929	\$ -	\$ 279,929	\$ 257,135	\$ -	\$ 22,794
Selectmen	12,300	-	12,300	11,981	-	319
Town Manager	58,300	-	58,300	58,381	81	-
Clerk/Treasurer	88,150	-	88,150	87,411	-	739
Code Enforcement	23,700	-	23,700	23,575	-	125
Health Officer	500	-	500	400	-	100
Elections	3,600	-	3,600	3,417	-	183
Appeals Board	755	-	755	70	-	685
Planning Board	1,050	-	1,050	801	-	249
	<u>468,284</u>	<u>-</u>	<u>468,284</u>	<u>443,171</u>	<u>81</u>	<u>25,194</u>
PUBLIC SAFETY:						
Alarm	4,500	-	4,500	3,508	-	992
Animal Control	4,900	-	4,900	2,970	-	1,930
Rescue	41,330	-	41,330	36,883	-	4,447
Daytime Rescue	-	54,364	54,364	59,233	4,869	-
Fire	80,650	-	80,650	73,805	-	6,845
Dispatch	10,520	-	10,520	8,086	-	2,434
	<u>141,900</u>	<u>54,364</u>	<u>196,264</u>	<u>184,485</u>	<u>4,869</u>	<u>16,648</u>
PUBLIC WORKS:						
Roads	389,966	-	389,966	378,190	-	11,776
Snow Removal	227,324	-	227,324	257,696	30,372	-
Street Lights	6,250	-	6,250	9,380	3,130	-
Town Hall	21,171	-	21,171	16,653	-	4,518
Town Office	32,371	-	32,371	28,759	-	3,612
Town Garage	12,375	-	12,375	8,934	-	3,441
	<u>689,457</u>	<u>-</u>	<u>689,457</u>	<u>699,612</u>	<u>33,502</u>	<u>23,347</u>

Berry Talbot Royer, Falmouth, Maine

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS (Continued)
YEAR ENDED JUNE 30, 2010

	Appropriations	Transfers and Other Credits	Total Available	Expenditures	Appropriation Balances	
	\$	\$	\$	\$	Overdrawn	Lapsed Unexpended
EDUCATION:						
Maine School Administrative District No. 61	3,142,268	-	3,142,268	3,142,268	-	-
HEALTH, SANITATION AND WELFARE:						
General Assistance	19,550	-	19,550	35,588	16,038	-
Service Organizations	9,825	-	9,825	9,825	-	-
Solid Waste	132,339	-	132,339	136,975	4,636	-
Hazardous Waste	15,000	-	15,000	13,469	-	1,531
Veteran's Graves	800	-	800	812	12	-
Sebago Cemetery	3,000	-	3,000	3,123	123	-
Veteran's Flags	700	-	700	565	-	135
Small Cemetery	500	-	500	87	-	413
Historical	1,200	-	1,200	2,665	1,465	-
	182,914	-	182,914	203,109	22,274	2,079
CULTURAL AND RECREATIONAL:						
Sebago Days	3,500	-	3,500	3,500	-	-
Memorial Day	500	-	500	365	-	135
Parks & Recreation-General Admin	13,710	-	13,710	7,790	-	5,920
Douglas Mountain	3,300	-	3,300	2,797	-	503
Town Beach	2,200	-	2,200	3,819	1,619	-
SYAA Baseball	4,500	-	4,500	4,500	-	-
SYAA Soccer	1,500	-	1,500	1,337	-	163
Basketball	1,500	-	1,500	874	-	626
Library	17,500	-	17,500	17,500	-	-
	48,210	-	48,210	42,482	1,619	7,347

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS (Continued)
YEAR ENDED JUNE 30, 2010

	Appropriations	Transfers and Other Credits	Total Available	Expenditures	Appropriation Balances	
					Overdrawn	Lapsed Unexpended
FIXED CHARGES:						
County Tax	\$ 232,860	\$ -	\$ 232,860	\$ 232,860	\$ -	\$ -
Overlay	6,957	-	6,957	8,137	1,180	-
Debt Service	4,600	-	4,600	4,561	-	39
	<u>244,417</u>	<u>-</u>	<u>244,417</u>	<u>245,558</u>	<u>1,180</u>	<u>39</u>
TOTAL	<u>\$ 4,917,450</u>	<u>\$ 54,364</u>	<u>\$ 4,971,814</u>	<u>\$ 4,960,685</u>	<u>\$ 63,525</u>	<u>\$ 74,654</u>