

TOWN OF SEBAGO
FINANCIAL REPORT



JUNE 30, 2013

TOWN OF SEBAGO, MAINE
JUNE 30, 2013

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INDEPENDENT AUDITORS' REPORT

Selectmen and Town 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 Town of Sebago as of and for the year ended June 30, 2013, 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.

Auditor's 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Sebago as of June 30, 2013, and the respective changes in financial position

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-11 and 33-37 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 Sebago's basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Certified Public Accountants
December 12, 2013



MANAGEMENT'S
DISCUSSION AND ANALYSIS (UNAUDITED) June 2013

As Deputy Treasurer 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, 2013.

Financial Highlights

- The assets of the Town of Sebago exceeded its liabilities at the close of the most recent fiscal year by \$5,448,274 per Statement 1 (Net Position). Of this amount, \$2,133,108 (unrestricted Net Position) may be used to meet the Town's ongoing obligations to citizens and creditors.
- The Town's total Net Position increased by \$98,343.
- As of the close of the current fiscal year, the Town of Sebago's governmental funds reported combined ending fund balances of \$3,348,044, an increase of \$225,843. Of this, \$1,820,997 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 \$64,432 or (1%) of total general fund expenditures.

Overview of the Financial Statements

This report is intended to serve as an introduction to the Town of Sebago's basic financial statements. The Town of Sebago's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Town of Sebago's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the Town of Sebago's assets and liabilities, with the difference between the two reported as Net Position. Over time, increases or decreases in Net Position may serve as a useful indicator of whether the financial position of the Town of Sebago is improving or deteriorating.

The *Statement of Activities* presents information showing how the Town's Net Position changed during the most recent fiscal year. All changes in Net Position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (eg. uncollected taxes and earned but unused vacation leaves).



Both of the government-wide financial statements distinguish functions of the Town of Sebago that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town of Sebago include general government, public safety, public works, recreation and culture, welfare and social services. The Town does not currently report any business-type activities.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Sebago, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town of Sebago consist only of governmental funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Since the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Town of Sebago maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, which is considered to be a major fund. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Town of Sebago adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Basic governmental fund financial statements can be found on later pages of this report.

Fiduciary Funds These activities are omitted from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purpose.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.



Other Information. The combining statements referred to earlier in connection with non major governmental funds are presented immediately following the notes to the financial statements.

Government-Wide Financial Analysis. As noted earlier, Net Position may serve over time as a useful indicator of a government's financial position.

Table 1
Fiscal Year Ended June 30
Statement of Net Position

	<u>Governmental Activities</u>	
	<u>2013</u>	<u>2012</u>
Current and Other Assets	\$ 3,741,468	\$ 3,515,327
Capital Assets	<u>1,891,184</u>	<u>1,927,031</u>
Total Assets	<u>5,632,652</u>	<u>5,442,358</u>
Long Term Debt Outstanding	-	-
Other Liabilities	<u>184,378</u>	<u>92,427</u>
Total Liabilities	<u>184,378</u>	<u>92,427</u>
Net Investment in Capital Assets	1,782,595	1,927,031
Restricted	1,532,571	1,370,745
Unrestricted	<u>2,133,108</u>	<u>2,052,155</u>
Total Net Position	<u>\$ 5,448,274</u>	<u>\$ 5,349,931</u>

By far, the largest portion of the Town's assets is its capital assets and cash as the largest portion of its liabilities relates to expenses and deferred revenue. Sebago saw a 3% increase in assets during the 2013 fiscal year. The Town of Sebago uses these capital assets to provide services to citizens' consequently; these assets are not available for future spending. Although the Town of Sebago's investment in its capital assets is reported net of related debit, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

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Michele A. Bukoveckas
 Town Clerk/Tax Collector/Deputy Treasurer

Statement of Activities Information

Table 2
 Changes in Net Position
 Year ended June 30, 2013

	<u>Governmental Activities</u>	
	<u>2013</u>	<u>2012</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 228,915	\$ 87,364
Operating Grants & Contributions	70,881	143,585
General Revenues:		
Property Taxes	4,593,648	4,772,386
Excise Taxes	270,059	257,769
Intergovernmental	154,187	159,561
Investment Earnings	<u>36,362</u>	<u>41,345</u>
Total Revenues	5,354,052	5,462,010
Expenses		
General Government	550,398	452,505
Public Safety	170,668	174,602
Public Works	856,241	610,255
Education	3,105,080	3,216,331
Health, Sanitation, and Welfare	149,209	159,212
Cultural and Recreational	44,046	45,173
Fixed Charges	236,511	223,115
For Designated Purposes	<u>143,556</u>	<u>143,205</u>
Total Expenses	<u>5,255,709</u>	<u>5,024,398</u>
Increase in Net Position	<u>\$ 98,343</u>	<u>\$ 437,612</u>

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Michele A. Bukoveckas
Town Clerk/Tax Collector/Deputy Treasurer

THE TOWN'S FUNDS

The following schedule presents a summary of General Fund revenues (see Exhibit 1) for the fiscal year ended June 30, 2013:

<u>Revenues</u>	<u>2013</u>	<u>2012</u>
Taxes	\$ 4,845,064	\$ 4,974,269
Intergovernmental	211,540	218,895
Licenses, Permits and Fees	51,259	56,500
Charges for Services	12,444	12,994
Miscellaneous	<u>141,172</u>	<u>51,784</u>
Total Revenues	<u>\$ 5,261,479</u>	<u>\$ 5,314,442</u>

2013 REVENUES BY SOURCE

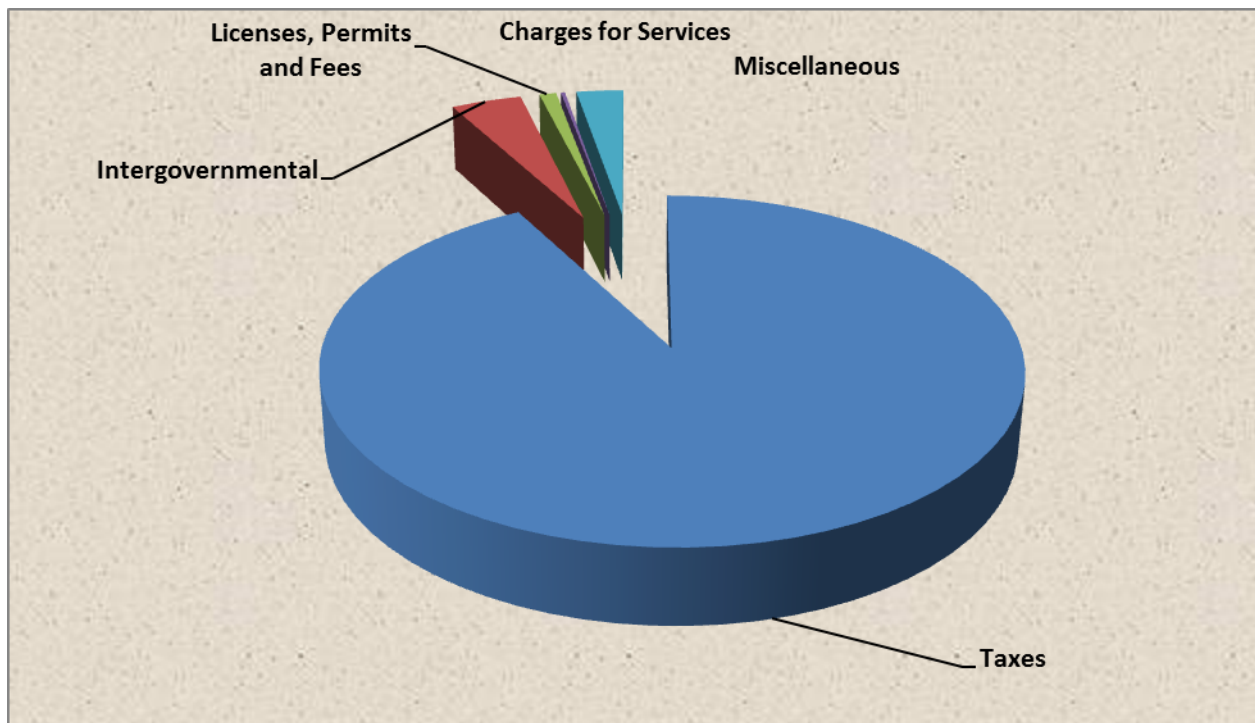


Chart A – 2013 Revenues by Source



The following schedule presents a summary of expenditures (see Exhibit 1) for the fiscal year ended June 30,

Expenses	<u>2013</u>	<u>2012</u>
General Government	\$ 485,469	\$ 433,102
Public Safety	169,830	132,122
Public Works	765,436	752,765
Education	3,105,080	3,216,331
Health, Sanitation, and Welfare	147,641	157,641
Cultural and Recreational	44,046	45,173
Capital Outlay	188,472	192,724
Daytime Rescue Expense	54,562	45,179
Fixed Charges	<u>236,511</u>	<u>233,115</u>
Total Expenses	<u>\$ 5,197,047</u>	<u>\$ 5,198,152</u>

Chart B graphically depicts expenditures by function.

2013 EXPENDITURES BY FUNCTION

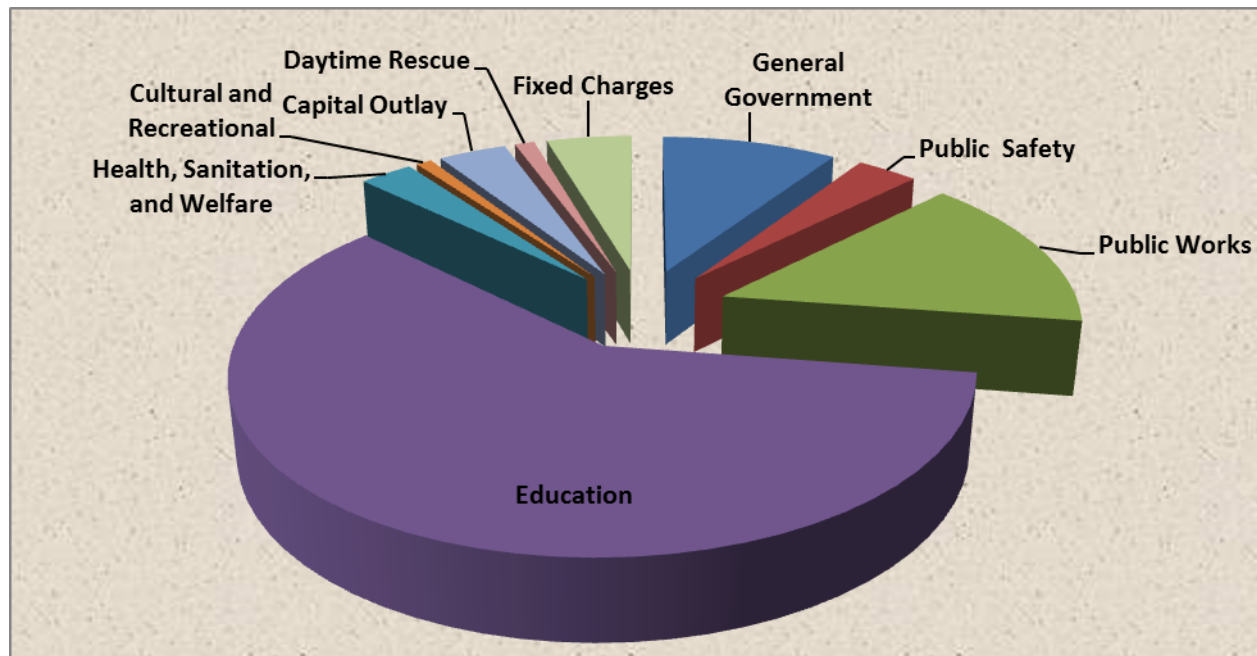


Chart B – 2013 Expenditures by Function



Analysis of Overall Financial Position and Results of Operations

Sebago's revenues exceeded expenses by \$225,843, as expenses were carefully controlled and revenues exceeded expectations. The Town budgeted revenues very conservative due to the economy, expecting to see a decrease, when in fact:

- Taxes and excise collections were fairly consistent with previous years
- Building and plumbing permits were higher than expected
- Increase in applications brought before the Planning Board
- Increase in intergovernmental funds
- Collected ordinance fines

Factors which affected a decrease in expenditures are as follows:

- General Assistance expenses were down
- Changes in Public Works personnel
- Road grading done "in house"
- Changes in the Solid Waste hauling contract

Significant Individual Fund Balances, Transactions and Changes in Fund Balance

The Town finished the year with a fund balance of \$1,820,997 an increase of \$64,432. A healthy Fund balance enhances the financial position of the Town both in terms of the cash flow and in terms of being available to use for unexpected emergencies. It is recommended to keep three times our highest month of expenditures in our Fund Balance (roughly 1.5 million). The Fund Balance also allows the Town to help defer the tax rate by paying directly with the funds instead of appropriating with taxes. We remain ever cautious, as to not place the Town in a position where a tax anticipation note will be necessary.

As of the writing of this letter, the Town of Sebago continues to wait for our reimbursement from the State for our Sand Salt Shed. We are anticipating \$101,941 which will be added to the Unassigned Fund.

Analysis of Significant General Fund Budget Variances

Revenues were budgeted conservatively due to proposed bills in the legislator. This resulted in revenues exceeding budget projections. One of these was excise, which proved to be stable in relation to previous years. Excise tax is the second highest form of revenue after taxes.



Significant Capital Assets

At the end of 2013, the Town had \$1,891,184 invested 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	\$ -	\$ 301,905
Buildings & Improvements	905,132	375,966	529,166
Vehicles & Equipment	1,901,513	1,124,470	777,043
Infrastructure	<u>428,536</u>	<u>145,466</u>	<u>283,070</u>
TOTAL	<u>\$ 3,537,086</u>	<u>\$ 1,645,902</u>	<u>\$ 1,891,184</u>

Capital assets net of depreciation decreased 2%.

The chart below provides a graphic depiction of the distribution of the 2013 net book value of fixed assets (capital assets, net of depreciation) by asset class.

2013 Net Book Value of Fixed Assets by Class

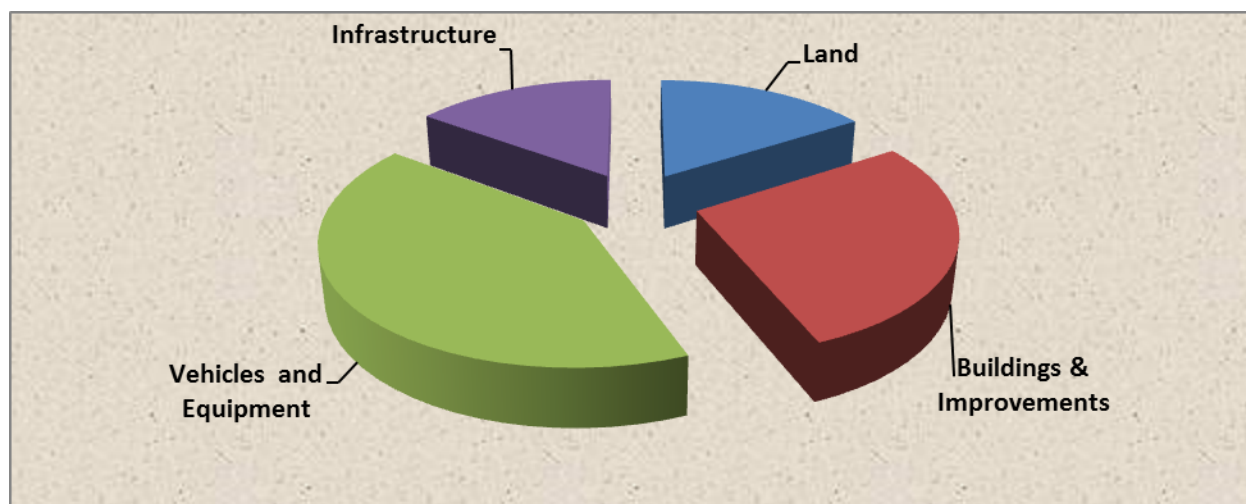


Chart C – 2013 Net Book Value of Fixed Assets by Class

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Town Clerk/Tax Collector/Deputy Treasurer

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Every year the Town's Board of Selectmen, Town Manager, and Budget Committee will continue to monitor and evaluate local economic conditions keeping the following factors in mind:

- Changes in the State Education funding formula and the ever rising cost of education
- Potential reductions in State Revenue, Urban Rural Initiative Program (URIP) and other intergovernmental revenues
- Continued bankruptcy and tax liens rising as a result of the economy
- Increasing energy costs
- Potential use of the Undesignated Fund Balance to help offset the tax rate

The most difficult task that we face is to continue to offer the same services with little or no impact on taxes. The reality is that services and goods increase in costs every year. The Department Heads along with the Town Manager, Board of Selectmen, and Budget Committees make every effort in creating budgets based on needs. Vehicles and equipment are placed on a Capital Improvement Plan which allows the Town to pay cash instead of borrowing funds.

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 any questions about this report or need additional financial information, contact Town Manager; James M. Smith III or Deputy Treasurer: Michele A. Bukoveckas at 406 Bridgton Road, Sebago, Maine, 04029 or by phone at (207) 787-2457.

TOWN OF SEBAGO, MAINE
JUNE 30, 2013

BASIC FINANCIAL INFORMATION

TOWN OF SEBAGO, MAINE
STATEMENT OF NET POSITION
JUNE 30, 2013

	<u>Governmental Activities</u>
ASSETS:	
Cash and Cash Equivalent	\$ 3,068,864
Receivables (Net of Allowance for Uncollectibles):	
Taxes	370,842
Liens	150,679
Accounts, Net of Allowance	151,083
Capital Assets:	
Land	301,905
Other Capital Assets, Net of Depreciation	<u>1,589,279</u>
Total Capital Assets	<u>1,891,184</u>
TOTAL ASSETS	<u>5,632,652</u>
LIABILITIES:	
Accounts Payable	38,874
Accrued Expenses	17,736
Due to Fiduciary Fund	3,562
Accrued Compensated Absences	9,448
Deferred Revenues	6,169
Capital Lease Obligations:	
Due Within One Year	103,741
Due in More Than One Year	<u>4,848</u>
Total Liabilities	<u>184,378</u>
NET POSITION	
Net Investment in Capital Assets	1,782,595
Restricted for:	
Special Revenues	41,349
Capital Projects	1,491,222
Unrestricted	<u>2,133,108</u>
TOTAL POSITION	<u><u>\$ 5,448,274</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, 2013

	Expenses	Charges for Services	Program Revenues	Net (Expense) Revenue and Changes In Net Position
			Operating Grants and Contributions	
FUNCTIONS/PROGRAMS				
Primary Government				
Governmental Activities				
General Government	\$ 550,398	\$ 107,758	\$ -	\$ (442,640)
Public Safety	170,668	29,180	-	(141,488)
Public Works	856,241	-	52,356	(803,885)
Education	3,105,080	-	-	(3,105,080)
Health, Sanitation and Welfare	149,209	25,242	-	(123,967)
Cultural and Recreational	44,046	12,873	-	(31,173)
Fixed Charges	236,511	-	-	(236,511)
For Designated Purpose	143,556	53,862	18,525	(71,169)
Total Governmental Activities	<u>5,255,709</u>	<u>228,915</u>	<u>70,881</u>	<u>(4,955,913)</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 5,255,709</u>	<u>\$ 228,915</u>	<u>\$ 70,881</u>	<u>\$ (4,955,913)</u>
General Revenues (Expenses):				
Property Taxes				\$ 4,593,648
Excise Taxes				270,059
Intergovernmental				154,187
Investment Earnings				36,362
Total General Revenues, Special Items and Transfers				<u>5,054,256</u>
Change in Net Position				98,343
Net Position - July 1, 2012				<u>5,349,931</u>
Net Position - June 30, 2013				<u>\$ 5,448,274</u>

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, 2013

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:			
Cash and Cash Equivalent	\$ 1,561,694	\$ 1,507,170	\$ 3,068,864
Receivables:			
Taxes - Current and Prior Years	370,842	-	370,842
Tax Liens	150,679	-	150,679
Accounts, Net of Allowance	126,158	24,925	151,083
Due from Other Funds	21,229	21,382	42,611
TOTAL ASSETS	<u>\$ 2,230,602</u>	<u>\$ 1,553,477</u>	<u>\$ 3,784,079</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 38,874	\$ -	\$ 38,874
Accrued Expenses	17,736	-	17,736
Deferred Revenues	333,252	-	333,252
Due to Other Funds	19,743	26,430	46,173
	<u>409,605</u>	<u>26,430</u>	<u>436,035</u>
FUND BALANCES:			
Fund Balances:			
Restricted for:			
Special Revenues	-	41,349	41,349
Capital Projects	-	1,491,222	1,491,222
Unassigned	1,820,997	(5,524)	1,815,473
	<u>1,820,997</u>	<u>1,527,047</u>	<u>3,348,044</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,230,602</u>	<u>\$ 1,553,477</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	1,891,184
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Capital Lease Payable	(108,589)
Accrued Compensated Absences	(9,448)
Funds are not available to pay for current period expenditures and therefore are deferred in the funds.	327,083
Net Position of Governmental Activities	<u>\$ 5,448,274</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, 2013

	General	Other Governmental Funds	Total Governmental Funds
REVENUES:			
Taxes	\$ 4,845,064	\$ -	\$ 4,845,064
Intergovernmental	211,540	-	211,540
Licenses, Permits and Fees	51,259	-	51,259
Charges for Services	12,444	-	12,444
Miscellaneous	141,172	73,933	215,105
	<u>5,261,479</u>	<u>73,933</u>	<u>5,335,412</u>
EXPENDITURES:			
General Government	493,052	-	493,052
Public Safety	169,830	-	169,830
Public Works	879,736	-	879,736
Education	3,105,080	-	3,105,080
Health, Sanitation and Welfare	147,641	-	147,641
Cultural and Recreational	44,046	-	44,046
Fixed Charges	236,511	-	236,511
For Designated Purpose	-	155,556	155,556
	<u>5,075,896</u>	<u>155,556</u>	<u>5,231,452</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	185,583	(81,623)	103,960
OTHER FINANCING SOURCES (USES)	<u>(121,151)</u>	<u>243,034</u>	<u>121,883</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	64,432	161,411	225,843
FUND BALANCE - JULY 1, 2012	<u>1,756,565</u>	<u>1,365,636</u>	<u>3,122,201</u>
FUND BALANCE - JUNE 30, 2013	<u><u>\$ 1,820,997</u></u>	<u><u>\$ 1,527,047</u></u>	<u><u>\$ 3,348,044</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, 2013

Net change in fund balances - total governmental funds (from Statement 4)	\$ 225,843
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. This is the amount by which depreciation exceeded capital outlay in the current period:	
Capital Outlay	173,574
Depreciation	(209,421)
	<u>(35,847)</u>
Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of 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 by which proceeds exceeded repayments in the current period:	
Capital Lease Proceeds	(121,883)
Capital Lease Repayment	13,296
	<u>(108,587)</u>
Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the fund statements.	18,643
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.	
Accrued Compensated Absences	<u>(1,709)</u>
Change in net position of governmental activities (see Statement 2)	<u>\$ 98,343</u>

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

TOWN OF SEBAGO, MAINE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2013

	Private Purpose <u>Trust Funds</u>	<u>Agency Funds</u>
ASSETS:		
Cash	\$ 24,884	\$ 42,422
Due from Other Funds	<u>3,562</u>	<u>-</u>
	<u>28,446</u>	<u>42,422</u>
LIABILITIES:		
Due to Other Groups	<u>-</u>	<u>42,422</u>
NET POSITION:		
Held in Trust for Other Purposes	<u><u>\$ 28,446</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 POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2013

	Private Purpose Trusts
	<u> </u>
ADDITIONS:	
Interest	\$ 28
DEDUCTIONS:	
Program Expenditures	<u> 669</u>
CHANGE IN NET POSITION	(641)
NET POSITION - JULY 1, 2012	<u> 29,087</u>
NET POSITION - JUNE 30, 2013	<u><u> \$ 28,446</u></u>

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

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 Board of Selectmen consists of five members elected by the registered voters for three year staggered terms. 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, 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 application of these criteria, there are no other entities within the Town that should be included as part of these basic financial statements.

Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements, comprised of the statement of net position 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 government-wide statement of activities presents a comparison between expenses, both direct and indirect, and program revenues for each program of the governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and direct expenses identifies the extent to which each program is self-financing or draws from the general revenues of the Town.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Government-Wide Financial Statements (Continued)

Separate financial statements are provided for governmental funds and fiduciary funds, (even though the latter are excluded from the government-wide financial statements). The focus is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. GASB 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.

Fund Financial Statements

The Town uses individual funds to maintain its financial records during the year in order to aid financial management and to demonstrate legal compliance. 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. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are reported by generic classification within the financial statements.

Governmental Activities

Governmental funds are identified as either general, special revenue, or capital projects 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 Town and held in a trustee capacity. Non-expendable trust funds are those whose principal must be preserved intact. Expendable are those whose principal and income may be expended in the course of their designated operations. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurements or results of operations. These funds are not incorporated into the government-wide statements.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting

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

Accrual

Governmental activities in the government-wide financial statements and the fiduciary fund 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. "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.

Cash and Investments

The Town's cash and investments 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. Town policy is that deposits can only be made in financial institutions insured by the FDIC. Investments are authorized in obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements, certain certificates of deposit and certain money market funds. The Town invests its funds in an effort to ensure preservation of capital, remain sufficiently liquid and attain a reasonable market rate of return. Investments are reported at fair value. Money market investments that have a remaining maturity at time of purchase of one year or less are stated at amortized cost.

Interfund Transactions

During the course of operations, transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due to/ due from other funds" on the balance sheet of the governmental funds and fiduciary funds. As a general rule, the effect of interfund activity is eliminated from the government-wide financial statements.

Operating transfers occur when the Town transfers budgeted resources between funds.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Inventories of Supplies

Inventories of supplies are considered to be expenditures at the time of purchase and are not included in the general fund balance sheet.

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.

Capital assets are defined by the Town as assets with an initial, individual cost of more than \$2,500 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. Straight-line depreciation is used based on the following estimated useful lives:

Buildings and Building Improvements - 40 years
Vehicles and Equipment – 5 to 20 years
Infrastructure – 10 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.

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, 2013, the accrual for compensated absences was determined to be \$9,448, which has been included in the government-wide financial statements.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums, discounts, and issuance costs, if material to basic financial statements, are deferred and amortized over the life of the bonds using the straight-line method.

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.

Net Position and Fund Equity Classifications

Net position is required to be classified into the following three components:

Net Investment in Capital Assets - This component consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Capital Assets	\$ 3,537,086
Accumulated Depreciation	<u>(1,645,902)</u>
Net Capital Assets	1,891,184
Capital Leases	<u>(108,589)</u>
Net Investment in Capital Assets	<u>\$ 1,782,595</u>

Restricted - This component consists of constraints placed on the use of net position which are either externally imposed by debt covenants, grantors, contributors, or laws or regulations of other governments, or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted - This component consists of net position that does not meet the definition of “restricted” or “net investment in capital assets”.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - SUMMARY OF ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Fund Balance

In the fund financial statements, governmental fund balance is presented in five possible classifications. The classifications are hierarchical and are based primarily on the extent to which a government is bound to observe constraints imposed on the use of the resources reported in governmental funds. The classifications are as follows:

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

Restricted - represents those portions of fund equity that have externally enforceable legal restrictions.

Committed - describes the portion of the fund balance that represents resources whose use is constrained by limitations that the government imposes upon itself at its highest level of decision making and that remain binding unless removed in the same manner.

Assigned - reflects the amounts constrained by the town's "intent" to be used for specific purposes, but are neither restricted nor committed. The Board of Selectmen and Town Manager have the authority to assign amounts to be used for specific purposes.

Unassigned - represents amounts that are available for any purpose.

The Town has no formal revenue spending policy for programs with multiple revenue sources. 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.

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. Actual results could differ from these estimates.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 2 - DEPOSITS AND INVESTMENTS

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover the value of its deposits and investments that are in the possession of an outside party. The Town has a deposit policy for custodial credit risk. As of June 30, 2013, the Town reported deposits of \$146,110 with a bank balance of \$219,234. The Town's bank balance was covered by FDIC insurance.

Investments

Custodial Credit Risk

Maine statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. Agencies and repurchase agreements. The Town has an investment policy that does not further limit its investment choices. Generally, the Town invests such excess funds in repurchase agreements.

For investments, custodial credit risk is the risk that, in event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of the outside party. With the exception of U.S. Treasury Securities and authorized pools, the Town's investment policy states that no more than 50% of the Town's total investment portfolio will be invested in a single security type or with a single financial institution. As of June 30, 2013, all of the Town's investment balance of \$ 2,990,061 was subject to custodial credit risk. The investments were collateralized by U.S. Government backed obligations of U.S. Government agencies and corporations held by the pledging bank, but not in the Town's name.

At June 30, 2013, investments consisted of the following:

	<u>Fair Value</u>	<u>Less than 1 Year</u>
Repurchase Agreements	<u>\$ 2,990,061</u>	<u>\$ 2,990,061</u>

Concentration of Credit Risk

The Town places no limit on the amount the Town may invest in any one issuer. All of the Town's investments are in repurchase agreements.

Credit Risk

All of the repurchase agreements are backed by governmental obligations that are rated "AAA" and, should a residential mortgage borrower default, the agencies themselves would guarantee repayment of principal.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 3 - PROPERTY TAX

The Town's property taxes for the July 1, 2012 to June 30, 2013 fiscal year were committed on September 4, 2012. Taxes were due semi-annually on November 6, 2012 and May 7, 2013. Unpaid taxes are charged interest of 7.0% per annum. The tax commitment was based on the April 1, 2012 assessed real estate and personal property values totaling \$357,204,325.

The following summarizes the levy:

VALUATION AND ASSESSMENT

VALUATION:

Real Estate	\$ 352,825,888
Personal Property	<u>4,378,437</u>
Total Valuation	357,204,325

TAX RATE PER THOUSAND	<u>12.86</u>
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TAX COMMITMENT	<u>\$ 4,593,648</u>
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COLLECTION OF 2012/2013 TAXES

ORIGINAL COMMITMENT	\$ 4,593,648
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Less: Collection in Current Year (Net of Adjustments and Refunds)	\$ 4,222,170
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Abatements	<u>636</u>	<u>4,222,806</u>
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TAXES RECEIVABLE-JUNE 30, 2013	<u>\$ 370,842</u>
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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 \$10,725 for the year ended June 30, 2013.

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, 2013 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, 2013

Note 4 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2013 was:

	Balance June 30, <u>2012</u> (Restated)	<u>Additions</u>	<u>Retirements</u>	Balance June 30, <u>2013</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 301,905	\$ -	\$ -	\$ 301,905
Capital assets, being depreciated:				
Buildings and Improvements	905,132	-	-	905,132
Machinery and Equipment	2,010,559	173,574	282,620	1,901,513
Infrastructure	<u>428,536</u>	<u>-</u>	<u>-</u>	<u>428,536</u>
Total capital assets, being depreciated:	<u>3,344,227</u>	<u>173,574</u>	<u>282,620</u>	<u>3,235,181</u>
Less accumulated depreciation:				
Buildings and Improvements	300,684	75,282	-	375,966
Machinery and Equipment	1,315,804	91,286	282,620	1,124,470
Infrastructure	<u>102,613</u>	<u>42,853</u>	<u>-</u>	<u>145,466</u>
Total	<u>1,719,101</u>	<u>209,421</u>	<u>282,620</u>	<u>1,645,902</u>
Governmental activities				
Capital assets, net	<u>\$ 1,927,031</u>	<u>\$ (35,847)</u>	<u>\$ -</u>	<u>\$ 1,891,184</u>

Depreciation was charged to Governmental functions as follows:

General Government	\$ 78,683
Public Safety	38,364
Public Works	90,805
Health, Sanitation and Welfare	<u>1,569</u>
Total Depreciation	<u>\$ 209,421</u>

The District leases capital assets under agreements that are classified as capital leases. The cost of capital assets under capital leases is included in the statement of net position as capital assets and was \$121,884 at June 30, 2013. Accumulated amortization of the leased capital assets at June 30, 2013 was approximately \$10,915. Amortization of assets under capital leases is included in depreciation expense.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 5 - 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 0.99% (\$367,190) of Cumberland County's outstanding debt of \$36,925,000 and 14.39% (\$2,437,749) of Maine School Administrative District No. 61's outstanding bonded debt of \$16,940,580.

Note 6 - CONTINGENT LIABILITY

ecomaine is a solid waste management corporation serving forty municipalities in Cumberland, Oxford, and York counties in Maine. Owned and controlled by twenty-one member communities, ecomaine creates electricity through its processing of waste and also operates an extensive recycling program. The Town is an associate member community in ecomaine. Interlocal (waste handling) agreements between ecomaine and participating communities obligate the members to deliver certain solid waste produced within the community to ecomaine for processing and to make service payments and pay tipping fees for such processing. The Town has no explicit, measurable equity interest and therefore has not reported an asset in these financial statements in connection with its participation in ecomaine. Selected balance sheet information for ecomaine for the year ended June 30, 2012, (the latest data available,) includes total assets of \$60,491,701, total liabilities of \$22,953,734 and unrestricted net position of \$9,881,421. The liabilities include an accrual for landfill closure and postclosure care amounting to \$15,694,020. ecomaine has a plan to fund this liability in the form of a cash reserve over the period of years between 2013 and a projected closing date. The separate audited financial statements of ecomaine may be obtained from the Town's finance office.

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.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 7 - CAPITAL LEASE OBLIGATIONS

Capital Lease Obligations

During fiscal year 2013, the Town entered into capital lease agreements for a copier and an excavator. The copier lease expires in July 2017. The Select Board voted to pay in full the excavator lease in July 2013. See Note 13. Annual payments are made in the amount of principal and interest due on the debt.

The following is a summary of capital lease transactions of the District for the year ended June 30, 2013:

	<i><u>Year Ending</u></i> <i><u>June 30</u></i>	<i><u>Amount</u></i>
	2014	\$ 107,261
	2015	1,680
	2016	1,680
	2017	1,680
	2018	<u>140</u>
Total minimum lease payments		112,441
Less: Amounts representing interest		<u>(3,852)</u>
Present value of net minimum lease payments		108,589
Less: Current maturities of capital lease obligations		<u>(103,741)</u>
Long-term capital lease obligations		<u>\$ 4,848</u>

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, 2013.

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 9 - INTERFUND ACTIVITY

Interfund balances at June 30, 2013 consisted of the following:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 21,229	\$ 19,743
Non Major Governmental Funds:		
Special Revenue Funds	12,626	18,381
Capital Project Funds	8,756	8,049
Fiduciary Funds:		
Private Purpose Funds	<u>3,562</u>	<u>-</u>
TOTAL	<u>\$ 46,173</u>	<u>\$ 46,173</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, 2013 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 243,034	\$ -
Non Major Governmental Funds:		
Capital Projects:	-	188,472
Special Revenues:		
Daytime Rescue	<u>-</u>	<u>54,562</u>
TOTAL	<u>\$ 243,034</u>	<u>\$ 243,034</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, 2013

NOTE 10 - COMPONENTS OF FUND BALANCE

Fund balance classifications for the governmental funds as of June 30, 2013 are as follows:

	Restricted	Unassigned
General Fund - Unassigned	\$ -	\$ 1,820,997
Other Governmental Funds - Special Revenues:		
Fuel Assistance Fund	1,424	-
EMS Daytime Rescue	28,565	-
Adelphia Cable TV Equipment	1,290	-
FEMA-Homeland Security	9,912	-
Teddy Bear Fund	158	-
Weatherization Grant	-	(76)
Other Governmental Funds - Capital Projects:		
Plow Truck #1	104,722	-
Plow Truck #2	85,793	-
4x4 Backhoe	102,282	-
Plow Truck #3	52,631	-
Rescue Ambulance	112,613	-
Folly Bridge Reserve	1,873	-
Brush Dump	11,278	-
Fire Engine #2	143,584	-
Fire Engine #3	93,874	-
Fire Engine #4	178,375	-
Revaluation	29,143	-
50 Yd	2,409	-
Fire Truck Tank #2	196,888	-
Town Hall Parking Lot	32,076	-
Trash Compactor	25,285	-
Fire Truck Tank #1	76,418	-
Transfer Station Enhancements	11,348	-
1 Ton Plow Truck	55,299	-
Public Safety Building	1,001	-
Radio Repeater	3,474	-
Land Acquisition	45,682	-
Roll Off Truck	37,475	-
Forestry Truck #1	50,869	-
Public Works Storage	3,249	-
Route 114 Drainage	8,805	-
Server	-	(2,600)
PW Truck	18,804	-
Town Hall Shelter	-	(2,848)
Local Match for Federal Grants	555	-
Rescue Boat	2,417	-
Municipal Buildings	3,000	-
Total	<u>\$ 1,532,571</u>	<u>\$ 1,815,473</u>

TOWN OF SEBAGO, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

Note 11 - DEFICIT FUND BALANCE

The Town's weatherization grant in the Special Revenues Fund, server and town hall shelter projects in the Capital Projects Fund are carrying forward fund deficits which total \$5,524 as of June 30, 2013. These deficits will be funded by future operations.

Note 12 - RETIREMENT PLAN

The Town offers its employees a deferred compensation plan 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 \$32,568, for the year ended June 30, 2013.

Note 13 - SUBSEQUENT EVENTS

In the June 2013 annual town meeting, the pay off of the excavator loan was approved. This was originally a lease purchase agreement in the amount of \$114,300 that matures in July 2019. The pay off was carried out in July 2013 in the amount of \$105,581, principal and interest.

In preparing these financial statements, the Town has evaluated events and transactions for potential recognition or disclosure through December 11, 2013, the date the financial statements were available to be issued.

TOWN OF SEBAGO, MAINE
JUNE 30, 2013

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF SEBAGO, MAINE
BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL - GENERAL FUND - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2013

	Initial and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
REVENUES:			
Taxes:			
Property	\$ 4,593,648	\$ 4,593,648	\$ -
Change in Deferred Property Tax Revenues	-	(18,643)	(18,643)
Excise	241,000	270,059	29,059
	<u>4,834,648</u>	<u>4,845,064</u>	<u>10,416</u>
Intergovernmental:			
State Revenue Sharing	85,000	93,122	8,122
State Homestead Reimbursement	25,591	25,591	-
Veterans Exemption	1,500	1,297	(203)
Tree Growth	35,000	34,177	(823)
Highway Block Grant	50,000	52,356	2,356
General Assistance	1,100	2,818	1,718
State Park Sharing	1,000	2,179	1,179
	<u>199,191</u>	<u>211,540</u>	<u>12,349</u>
Licenses, Permits and Fees:			
Building Permits	9,700	13,806	4,106
Plumbing Permits	5,000	5,770	770
Agent Fees	7,000	7,679	679
Vital Statistics	1,200	1,403	203
Dog Fees	250	177	(73)
Transfer Station Fees	25,300	22,424	(2,876)
	<u>48,450</u>	<u>51,259</u>	<u>2,809</u>
Charges for Services:			
Cable TV Franchise Fees	9,000	9,709	709
Planning Board	500	1,549	1,049
Appeals Board	1,000	200	(800)
Douglas Mountain Parking	500	61	(439)
Recreation	1,700	925	(775)
	<u>12,700</u>	<u>12,444</u>	<u>(256)</u>

TOWN OF SEBAGO, MAINE
BUDGETARY COMPARISON SCHEDULE
BUDGET AND ACTUAL - GENERAL FUND - BUDGETARY BASIS
YEAR ENDED JUNE 30, 2013

	Initial and Final <u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Other Revenues:			
Interest	\$ 1,200	\$ 989	\$ (211)
Tax Lien Interest	35,000	26,064	(8,936)
Lien Notice Filing Charges	7,300	7,763	463
Leases/Rentals	450	500	50
Parking Fines	1,000	-	(1,000)
Donations	500	433	(67)
Other	900	105,423	104,523
	<u>46,350</u>	<u>141,172</u>	<u>94,822</u>
TOTAL REVENUES	<u>5,141,339</u>	<u>5,261,479</u>	<u>120,140</u>
EXPENDITURES:			
General Government	460,124	485,469	(25,345)
Public Safety	183,482	169,830	13,652
Public Works	747,506	765,436	(17,930)
Education	3,105,080	3,105,080	-
Health, Sanitation and Welfare	169,136	147,641	21,495
Cultural and Recreational	51,878	44,046	7,832
Fixed Charges	247,099	236,511	10,588
	<u>4,964,305</u>	<u>4,954,013</u>	<u>10,292</u>
TOTAL EXPENDITURES	<u>4,964,305</u>	<u>4,954,013</u>	<u>10,292</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>177,034</u>	<u>307,466</u>	<u>130,432</u>
OTHER FINANCING SOURCES (USES):			
Budgeted Use of Surplus	66,000	-	(66,000)
Operating Transfer to Daytime Rescue	(54,562)	(54,562)	-
Operating Transfer to Capital Projects	(188,472)	(188,472)	-
	<u>(177,034)</u>	<u>(243,034)</u>	<u>(66,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(177,034)</u>	<u>(243,034)</u>	<u>(66,000)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$ -</u>	<u>\$ 64,432</u>	<u>\$ 64,432</u>

TOWN OF SEBAGO, MAINE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
JUNE 30, 2013

GENERAL FUND

The general fund accounts for all revenues and expenditures which are not accounted for in other funds. Most governmental services are provided by the general fund including public works and sanitation, public safety, recreation, education, and general administrative services.

NOTE 1 BUDGETARY ACCOUNTING

Budgets are adopted for the general fund only on a basis consistent with accounting principles generally accepted in the United States of America. Formal budgetary integration is employed as a management control device during the year for the general fund. The budget is presented on the modified accrual basis of accounting, which is consistent with U.S. generally accepted accounting principles.

The following procedures were 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 1st. 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.

NOTE 2 - BUDGET VS GAAP BASIS OF ACCOUNTING

As required by accounting principles generally accepted in the United States of America, Town of Sebago, Maine has recorded revenue and expenditure for capital lease proceeds and expenditures. These amounts have not been budgeted in the General Fund and result in a difference in reporting on a budgetary basis of accounting vs. reporting under accounting principles generally accepted in the United States of America. There is no effect on the fund balance at the end of the year.

Explanation of the Differences between General Fund Budgetary Comparison Schedule Revenues and Expenditures (Exhibit 1) and General Fund GAAP Revenues and Expenditures (Statement 4) are as follows:

Expenditures

Total Expenditures as reported on Budgetary Comparison Schedule	
Budget and Actual- Budgetary Basis (Exhibit 1)	\$ 4,954,013
Differences-budget to GAAP	
Capital Leases Outlay	<u>121,883</u>
Total Expenditures as reported on Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds (Statement 4)	<u>\$ 5,075,896</u>

TOWN OF SEBAGO, MAINE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
JUNE 30, 2013

Note 3 - RECONCILIATION OF BUDGETARY VS. FUND FINANCIAL STATEMENTS (Continued)

Other Financing Sources (Uses)

Total Other Financing Sources (Uses) as reported on Budgetary Comparison Schedule Budget and Actual- Budgetary Basis (Exhibit 1)	\$ (243,034)
Capital Lease Proceeds	<u>121,883</u>
Total Other Financing Sources (Uses) as reported on Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds (Statement 4)	<u>\$ 121,151</u>

NOTE 4 - BUDGETED USE OF SURPLUS

During the year ended June 30, 2013, the Town budgeted to utilize \$66,000 of prior year unassigned fund balance as a budgeted use of surplus.

TOWN OF SEBAGO, MAINE
JUNE 30, 2013

SUPPLEMENTAL DATA

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, 2013
(With Comparative Totals for the Year ended June 30, 2012)

	Special Revenues (Schedule 1)	Capital Projects (Schedule 2)	Total Memorandum Only	
			<u>2013</u>	<u>2012</u>
ASSETS:				
Cash and Cash Equivalent	\$ 22,103	\$ 1,485,067	\$ 1,507,170	\$ 1,097,975
Accounts Receivable, Net of Allowance	24,925	-	24,925	19,334
Due from Other Funds	<u>12,626</u>	<u>8,756</u>	<u>21,382</u>	<u>271,290</u>
TOTAL ASSETS	<u>\$ 59,654</u>	<u>\$ 1,493,823</u>	<u>\$ 1,553,477</u>	<u>\$ 1,388,599</u>
LIABILITIES AND FUND BALANCE:				
Liabilities:				
Due to Other Funds	\$ 18,381	\$ 8,049	\$ 26,430	\$ 22,963
Fund Balance	<u>41,273</u>	<u>1,485,774</u>	<u>1,527,047</u>	<u>1,365,636</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 59,654</u>	<u>\$ 1,493,823</u>	<u>\$ 1,553,477</u>	<u>\$ 1,388,599</u>

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - OTHER GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2013
(With Comparative totals for the Year ended June 30, 2012)

			Total	
			Memorandum Only	
	Special Revenues	Capital Projects	2013	2012
	(Schedule 1a)	(Schedule 2a)		
REVENUES:				
Interest	\$ -	\$ 1,546	\$ 1,546	\$ 1,810
Other	70,986	1,401	72,387	89,873
	<u>70,986</u>	<u>2,947</u>	<u>73,933</u>	<u>91,683</u>
EXPENDITURES				
Fees	<u>129,393</u>	<u>26,163</u>	<u>155,556</u>	<u>213,689</u>
EXCESS OF REVENUES OVER EXPENDITURES	(58,407)	(23,216)	(81,623)	(122,006)
OTHER FINANCING SOURCES (USES):				
Transfers In	<u>54,562</u>	<u>188,472</u>	<u>243,034</u>	<u>237,903</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(3,845)	165,256	161,411	115,897
FUND BALANCE - JULY 1	45,118	1,320,518	1,365,636	1,229,739
TRANSFER FROM GENERAL FUND	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
FUND BALANCE - JUNE 30	<u>\$ 41,273</u>	<u>\$ 1,485,774</u>	<u>\$ 1,527,047</u>	<u>\$ 1,365,636</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 POSITION
JUNE 30, 2013
(With Comparative Totals for the Year ended June 30, 2012)

	<u>Private Purpose Funds</u>			<u>Agency funds</u>			<u>Total</u>
	<u>Perpetual Care Funds</u>	<u>Pooled Cemetery Funds</u>	<u>Potter Sunday</u>	<u>Potter Sunday</u>	<u>Potter Education</u>	<u>Memorandum Only 2013</u>	<u>2012</u>
ASSETS:							
Cash and Cash Equivalent	\$ 15,724	\$ 9,160	\$ 8,791	\$ 921	\$ 32,710	\$ 67,306	\$ 67,724
Due from Other Funds	<u>3,562</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,562</u>	<u>3,562</u>
Total Assets	<u>19,286</u>	<u>9,160</u>	<u>8,791</u>	<u>921</u>	<u>32,710</u>	<u>70,868</u>	<u>71,286</u>
LIABILITIES:							
Due to Other Groups	<u>-</u>	<u>-</u>	<u>8,791</u>	<u>921</u>	<u>32,710</u>	<u>42,422</u>	<u>42,199</u>
NET POSITION:							
NonExpendable	11,400	8,434	-	-	-	19,834	19,834
Expendable	<u>7,886</u>	<u>726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,612</u>	<u>9,253</u>
Net Position	<u>\$ 19,286</u>	<u>\$ 9,160</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,446</u>	<u>\$ 29,087</u>

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2013
(With Comparative Totals for the Year ended June 30, 2012)

	<u>Private Purpose Funds</u>		<u>Total</u>	
	Perpetual Care Funds	Pooled Cemetery Funds (Schedule 3)	Memorandum Only	
			<u>2013</u>	<u>2012</u>
ADDITIONS:				
Interest	\$ 18	\$ 10	\$ 28	\$ 36
Other	-	-	-	1,500
	<u>18</u>	<u>10</u>	<u>28</u>	<u>1,536</u>
DEDUCTIONS:				
Fees	-	669	669	12
	<u>-</u>	<u>669</u>	<u>669</u>	<u>12</u>
CHANGE IN NET POSITION	18	(659)	(641)	1,524
NET POSITION - JULY 1	<u>19,268</u>	<u>9,819</u>	<u>29,087</u>	<u>27,563</u>
NET POSITION - JUNE 30	<u>\$ 19,286</u>	<u>\$ 9,160</u>	<u>\$ 28,446</u>	<u>\$ 29,087</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
YEAR ENDED JUNE 30, 2013

	ASSETS			LIABILITIES AND FUND BALANCE			
	Cash	Accounts Receivable	Due from Other Funds	Total Assets	Due to Other Funds	Fund Balance	Total Liabilities and Fund Balance
Weatherization Grant	\$ -	\$ -	\$ -	\$ -	\$ 76	\$ (76)	\$ -
EMS Daytime Rescue	21,945	24,925	-	46,870	18,305	28,565	46,870
Adelphia Cable TV Equipment	-	-	1,290	1,290	-	1,290	1,290
FEMA Homeland Security	-	-	9,912	9,912	-	9,912	9,912
Teddy Bear Fund	158	-	-	158	-	158	158
Fuel Assistance Fund	-	-	1,424	1,424	-	1,424	1,424
CDBG Grant	-	-	-	-	-	-	-
Total:	<u>\$ 22,103</u>	<u>\$ 24,925</u>	<u>\$ 12,626</u>	<u>\$ 59,654</u>	<u>\$ 18,381</u>	<u>\$ 41,273</u>	<u>\$ 59,654</u>

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2013

	Fund balances beginning of year	Other Program Revenues	Transfer In (Out)	Program Expenditures	Fund balances end of year
Weatherization Grant	\$ (2,261)	\$ 16,779	\$ -	\$ (14,594)	\$ (76)
EMS Daytime Rescue	14,224	52,461	54,562	(92,682)	28,565
Adelphia Cable TV Equipment	1,790	-	-	(500)	1,290
FEMA Homeland Security	29,512	-	-	(19,600)	9,912
Teddy Bear Fund	158	-	-	-	158
Fuel Assistance Fund	1,380	1,746	-	(1,702)	1,424
CDBG Grant	315	-	-	(315)	-
Total:	\$ 45,118	\$ 70,986	\$ 54,562	\$ (129,393)	\$ 41,273

TOWN OF SEBAGO, MAINE
COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2013

	ASSETS		LIABILITIES AND FUND BALANCE		
	Cash and Cash Equivalent	Due from Other Funds	Total Assets	Due to Other Funds	Fund Balance
					Total Liabilities and Fund Balance
Plow Truck #1	\$ 104,722	\$ -	\$ 104,722	\$ -	\$ 104,722
Plow Truck #2	85,793	-	85,793	-	85,793
4x4 Backhoe	102,282	-	102,282	-	102,282
Plow Truck #3	52,631	-	52,631	-	52,631
Rescue Ambulance	112,613	-	112,613	-	112,613
Folly Bridge Reserve	1,873	-	1,873	-	1,873
Brush Dump	11,278	-	11,278	-	11,278
Fire Engine #2	143,584	-	143,584	-	143,584
Fire Engine #3	93,874	-	93,874	-	93,874
Fire Engine #4	178,375	-	178,375	-	178,375
Revaluation	29,143	-	29,143	-	29,143
50 Yd	2,409	-	2,409	-	2,409
Fire Truck Tank #2	196,888	-	196,888	-	196,888
Town Hall Parking Lot	32,076	-	32,076	-	32,076
Trash Compactor	25,285	-	25,285	-	25,285
Fire Truck Tank #1	76,418	-	76,418	-	76,418
Transfer Station Enhancements	11,348	-	11,348	-	11,348
1 Ton Plow Truck	55,299	-	55,299	-	55,299
Public Safety Building	1,001	-	1,001	-	1,001
Radio Repeater	3,474	-	3,474	-	3,474
Land Acquisition	45,682	-	45,682	-	45,682
Roll Off Truck	37,475	-	37,475	-	37,475
Forestry Truck #1	50,869	-	50,869	-	50,869
Public Works Storage	3,249	-	3,249	-	3,249
Rte 114 Drainage	3,604	5,201	8,805	-	8,805
Server	2,601	-	2,601	5,201	(2,600)
PW Truck	18,804	-	18,804	-	18,804
Local Match for Federal Grants	-	555	555	-	555
Town Hall Shelter	-	-	-	2,848	(2,848)
Rescue Boat	2,417	-	2,417	-	2,417
Municipal Buildings	-	3,000	3,000	-	3,000
Total:	\$ 1,485,067	\$ 8,756	\$ 1,493,823	\$ 8,049	\$ 1,485,774
					\$ 1,493,823

TOWN OF SEBAGO, MAINE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NONMAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2013

	Fund balances beginning of year	Program Revenues		Transfers In (Out)	Program Expenditures	Fund balances end of year
		Interest	Other			
Plow Truck #1	\$ 78,205	\$ 105	\$ -	\$ 26,412	\$ -	\$ 104,722
Plow Truck #2	63,370	85	-	22,338	-	85,793
4x4 Backhoe	89,086	110	-	13,086	-	102,282
Plow Truck #3	41,552	54	-	11,025	-	52,631
Rescue Ambulance	99,409	122	-	13,082	-	112,613
Folly Bridge Reserve	1,871	2	-	-	-	1,873
Brush Dump	11,264	14	-	-	-	11,278
Fire Engine #2	241	124	-	143,219	-	143,584
Fire Engine #3	85,961	103	-	7,810	-	93,874
Fire Engine #4	160,520	195	-	17,660	-	178,375
Revaluation	29,110	33	-	-	-	29,143
50 Yd	2,406	3	-	-	-	2,409
Fire Truck Tank #2	150,356	213	-	46,319	-	196,888
Town Hall Parking Lot	22,045	31	-	10,000	-	32,076
Trash Compactor	25,256	29	-	-	-	25,285
Fire Truck Tank #1	56,876	76	-	19,466	-	76,418
Transfer Station Enhancements	11,335	13	-	-	-	11,348
1 Ton Plow Truck	47,106	59	-	8,134	-	55,299
Public Safety Building	235,178	1	-	(232,278)	(1,900)	1,001
Radio Repeater	3,470	4	-	-	-	3,474
Land Acquisition	1,455	40	-	44,187	-	45,682
Roll Off Truck	30,808	39	-	6,628	-	37,475
Forestry Truck #1	37,548	51	-	13,270	-	50,869
Public Works Storage	854	2	-	2,393	-	3,249
Rte 114 Drainage	8,793	12	-	-	-	8,805
Server	8,257	3	-	3,305	(14,165)	(2,600)
PW Truck	18,782	22	-	-	-	18,804
Local Match for Federal Grants	2,252	-	1,401	-	(3,098)	555
Town Hall Shelter	(2,848)	-	-	-	-	(2,848)
Rescue Boat	-	1	-	2,416	-	2,417
Municipal Buildings	-	-	-	10,000	(7,000)	3,000
Total:	<u>\$ 1,320,518</u>	<u>\$ 1,546</u>	<u>\$ 1,401</u>	<u>\$ 188,472</u>	<u>\$ (26,163)</u>	<u>\$ 1,485,774</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CEMETERY TRUST FUNDS
YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>06/30/12</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u> <u>06/30/13</u>
Orin Douglas - Haley	\$ 191	\$ -	\$ 91	\$ 100
Fred Meserve - Haley	292	-	142	150
William Fitch - Route 107	995	-	4	991
Emory Martin	1,364	2	-	1,366
Nathan & James Chadbourne	503	-	2	501
Fannie Fitch - Fitch's Store	1,051	3	-	1,054
Laura Parker Fitch	1,439	3	-	1,442
Emory Martin - Haley	100	-	-	100
Lillian Meserve - Poor Cemetery	1,001	2	-	1,003
Emma Douglas - Haley	100	-	-	100
Alfred Gray, Stiles, Gray McKenney	201	-	1	200
James & Cassandra Haley	100	-	-	100
Millard & Marjorie Tripp - Haley	101	-	1	100
Walter McDonald - Haley	69	-	18	51
Earle Norman Durrell - Haley	512	-	312	200
Grover & Ethel Douglas - Haley	197	-	97	100
Lendora & Guy Lewis - Haley	401	-	-	401
Granville Durrell - Haley	1,002	-	1	1,001
Alvin, Rose, Herbet, Elise, Gladys Gray	200	-	-	200
	<u>\$ 9,819</u>	<u>\$ 10</u>	<u>\$ 669</u>	<u>\$ 9,160</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS
YEAR ENDED JUNE 30, 2013

	<u>Appropriations</u>	<u>Transfers and Other Credits</u>	<u>Total Available</u>	<u>Expenditures</u>	<u>Appropriation Balances</u>	
					<u>Overdrawn</u>	<u>Lapsed Unexpended</u>
GENERAL GOVERNMENT:						
General Administration	\$ 272,038	\$ -	\$ 272,038	\$ 284,370	\$ 12,332	\$ -
Selectmen	12,680	-	12,680	12,154	-	526
Town Manager	60,081	-	60,081	59,795	-	286
Clerk/Treasurer	85,750	-	85,750	90,294	4,544	-
Code Enforcement	25,400	-	25,400	35,463	10,063	-
Health Officer	700	-	700	687	-	13
Elections	2,675	-	2,675	2,456	-	219
Appeals Board	250	-	250	-	-	250
Planning Board	550	-	550	250	-	300
	<u>460,124</u>	<u>-</u>	<u>460,124</u>	<u>485,469</u>	<u>26,939</u>	<u>1,594</u>
PUBLIC SAFETY:						
Alarm	4,000	-	4,000	2,166	-	1,834
Animal Control	4,090	-	4,090	3,541	-	549
Rescue	52,280	-	52,280	53,606	1,326	-
Fire	111,346	-	111,346	104,297	-	7,049
Dispatch	11,766	-	11,766	6,220	-	5,546
	<u>183,482</u>	<u>-</u>	<u>183,482</u>	<u>169,830</u>	<u>1,326</u>	<u>14,978</u>
PUBLIC WORKS:						
Roads	451,780	-	451,780	439,751	-	12,029
Snow Removal	251,276	-	251,276	275,406	24,130	-
Street Lights	6,500	-	6,500	5,873	-	627
Town Hall	11,150	-	11,150	12,019	4,847	3,978
Town Office	12,650	-	12,650	16,440	3,790	-
Town Garage	14,150	-	14,150	15,947	2,828	1,031
	<u>747,506</u>	<u>-</u>	<u>747,506</u>	<u>765,436</u>	<u>35,595</u>	<u>17,665</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS
YEAR ENDED JUNE 30, 2013

	<u>Appropriations</u>	<u>Transfers and Other Credits</u>	<u>Total Available</u>	<u>Expenditures</u>	<u>Appropriation Balances</u>	
					<u>Overdrawn</u>	<u>Unexpended</u>
EDUCATION:						
Maine School Administrative District No. 61	\$ 3,105,080	\$ -	\$ 3,105,080	\$ 3,105,080	\$ -	\$ -
HEALTH, SANITATION AND WELFARE:						
General Assistance	20,675	-	20,675	9,313	-	11,362
Service Organizations	5,075	-	5,075	5,575	500	-
Solid Waste	138,086	-	138,086	128,928	-	9,158
Hazardous Waste	750	-	750	299	-	451
Veteran's Graves	800	-	800	339	-	461
Sebago Cemetery	150	-	150	-	-	150
Veteran's Flags	700	-	700	758	58	-
Small Cemetery	500	-	500	29	-	471
Historical	2,400	-	2,400	2,400	-	-
	<u>169,136</u>	<u>-</u>	<u>169,136</u>	<u>147,641</u>	<u>558</u>	<u>22,053</u>
CULTURAL AND RECREATIONAL:						
Sebago Days	3,000	-	3,000	3,000	-	-
Memorial Day	500	-	500	-	-	500
Parks & Recreation-General Admin	16,508	-	16,508	10,054	-	6,454
Douglas Mountain	2,300	-	2,300	1,186	-	1,114
Town Beach	3,720	-	3,720	3,893	173	-
SYAA Baseball	4,000	-	4,000	4,000	-	-
SYAA Soccer	600	-	600	486	-	114
Basketball	500	-	500	677	177	-
Library	19,250	-	19,250	19,250	-	-
Food Pantry	1,500	-	1,500	1,500	-	-
	<u>51,878</u>	<u>-</u>	<u>51,878</u>	<u>44,046</u>	<u>350</u>	<u>8,182</u>

TOWN OF SEBAGO, MAINE
STATEMENT OF DEPARTMENTAL OPERATIONS
YEAR ENDED JUNE 30, 2013

	<u>Appropriations</u>	<u>Transfers and Other Credits</u>	<u>Total Available</u>	<u>Expenditures</u>	<u>Appropriation Balances</u>	
					<u>Overdrawn</u>	<u>Lapsed Unexpended</u>
FIXED CHARGES:						
County Tax	\$ 224,774	\$ -	\$ 224,774	\$ 224,774	\$ -	\$ -
Overlay	10,725	-	10,725	636	-	10,089
Debt Service	11,600	-	11,600	11,101	-	499
	<u>247,099</u>	<u>-</u>	<u>247,099</u>	<u>236,511</u>	<u>-</u>	<u>10,588</u>
TOTAL	<u>\$ 4,964,305</u>	<u>\$ -</u>	<u>\$ 4,964,305</u>	<u>\$ 4,954,013</u>	<u>\$ 64,768</u>	<u>\$ 75,060</u>