

**TOWN OF SEBAGO  
FINANCIAL REPORT**



JUNE 30, 2016

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## INDEPENDENT AUDITOR'S REPORT

To the 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, Maine, (the Town), as of and for the year ended June 30, 2016, 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, Maine, as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison schedule on pages 3 - 11 and 32 - 34 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, Maine's, basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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



Certified Public Accountants

December 6, 2016



MANAGEMENT'S  
**DISCUSSION AND ANALYSIS (UNAUDITED) June 30, 2016**

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, 2016.

**Financial Highlights**

- The assets of the Town of Sebago exceeded its liabilities at the close of the most recent fiscal year by \$6,610,505 per Statement 1 (Net Position). Of this amount, \$4,061,942 (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 \$530,591.
- As of the close of the current fiscal year, the Town of Sebago's governmental funds reported combined ending fund balances of \$3,814,411, an increase of \$389,634. Of this, \$2,087,170 is available for spending at the Town's discretion (unassigned 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 \$288,201 or (5.7%) 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 fund financial statements provide detailed information about the significant funds, but not on the Town as a whole. Some funds are required to be established by State law and by bond covenants. However, the Board of Selectmen establishes many other funds to help it control and manage money for particular purposes.

**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. Budgetary comparison, a required supplementary information, 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**

Statement of Net Position  
Fiscal Year Ended June 30,

**Governmental Activities**

	<b><u>2016</u></b>	<b><u>2015</u></b>
Current and Other Assets	\$ 4,168,157	\$ 3,756,474
Capital Assets	<u>2,550,339</u>	<u>2,410,027</u>
Total Assets	<u>6,718,496</u>	<u>6,166,501</u>
Long Term Debt Outstanding	140	1,776
Other Liabilities	<u>99,037</u>	<u>76,472</u>
Total Liabilities	<u>99,177</u>	<u>78,248</u>
Deferred Inflows of Resources	8,814	8,339
Net Investment in Capital Assets	2,548,563	2,406,683
Unrestricted	<u>4,061,942</u>	<u>3,673,231</u>
Total New Assets	<u>\$ 6,610,505</u>	<u>\$ 6,079,914</u>

By far, the largest portion of the Town's assets is its capital assets and cash; the largest portion of its liabilities relates to expenses. Sebago saw a 9% increase in assets during the 2016 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 debt, 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.



Town of Sebago  
 406 Bridgton Rd  
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 (207) 787-2457  
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Michele A. Bukoveckas  
 Town Clerk/Tax Collector/Deputy Treasurer

*Statement of Activities Information*

**Table 2**  
 Changes in Net Position  
 For Fiscal Year ended June 30,

	<b><u>Governmental Activities</u></b>	
<b>Revenues</b>	<b><u>2016</u></b>	<b><u>2015</u></b>
Program Revenues:		
Charges for Services	\$ 346,977	\$ 171,231
Operating Grants & Contributions	69,436	55,509
General Revenues:		
Property Taxes	4,746,527	4,802,407
Excise Taxes	331,326	316,784
Intergovernmental	119,039	125,920
Investment Earnings	<u>63,781</u>	<u>39,775</u>
Total Revenues	5,677,086	5,511,626
<b>Expenses</b>		
General Government	554,401	517,519
Public Safety	209,598	212,279
Public Works	640,967	672,340
Education	3,116,473	3,135,572
Health, Sanitation, and Welfare	162,613	141,708
Cultural and Recreational	57,415	48,638
Fixed Charges	264,465	251,469
For Designated Purposes	<u>140,563</u>	<u>122,786</u>
Total Expenses	<u>5,146,495</u>	<u>5,102,311</u>
<b>Increase in Net Assets</b>	<b><u>\$ 530,591</u></b>	<b><u>\$ 409,315</u></b>



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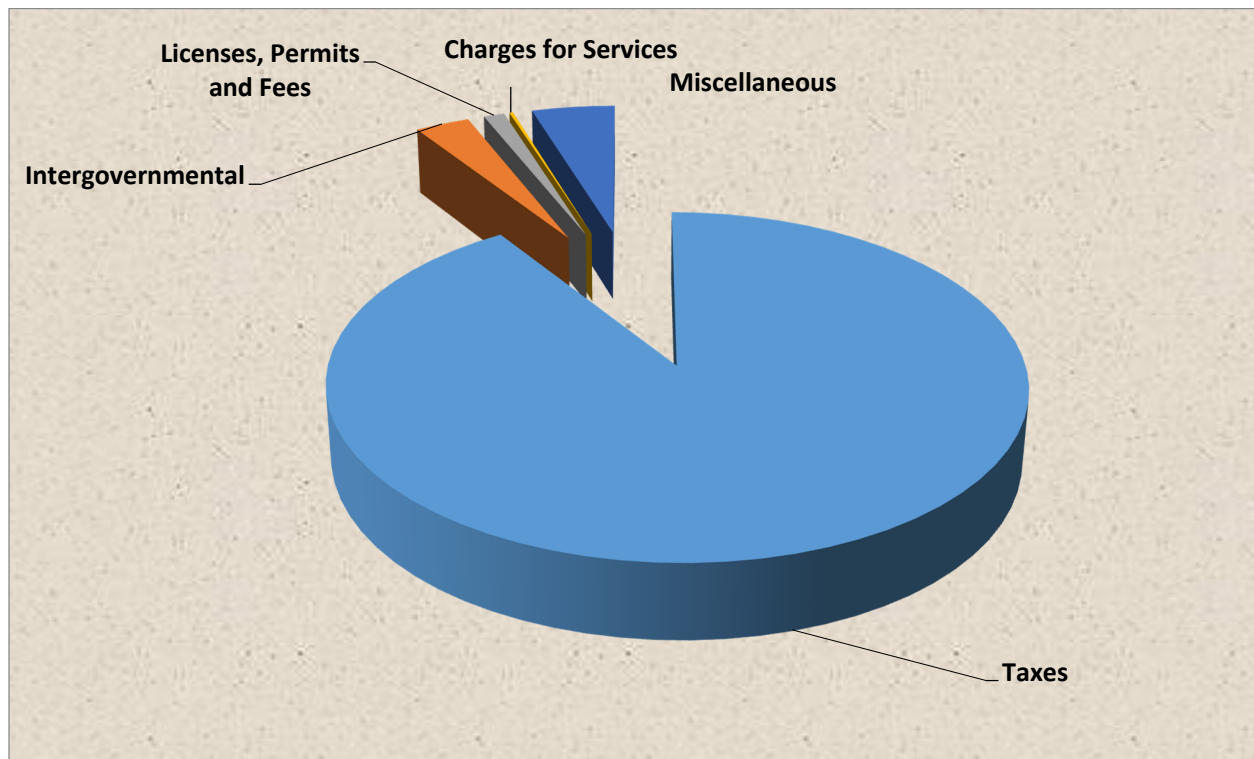
## THE TOWN'S FUNDS

The following schedule presents a summary of General Fund revenues (see Schedule 1) for the fiscal years ended June 30,

<b><u>Revenues</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
Taxes	\$ 5,073,963	\$ 5,099,028
Intergovernmental	172,009	179,130
Licenses, Permits and Fees	66,219	59,862
Charges for Services	11,641	11,959
Miscellaneous	263,131	46,139
Total Revenues	<u>\$ 5,586,963</u>	<u>\$ 5,396,118</u>

## 2016 REVENUES BY SOURCE

*Chart A – June 30, 2016 Revenues by Source*





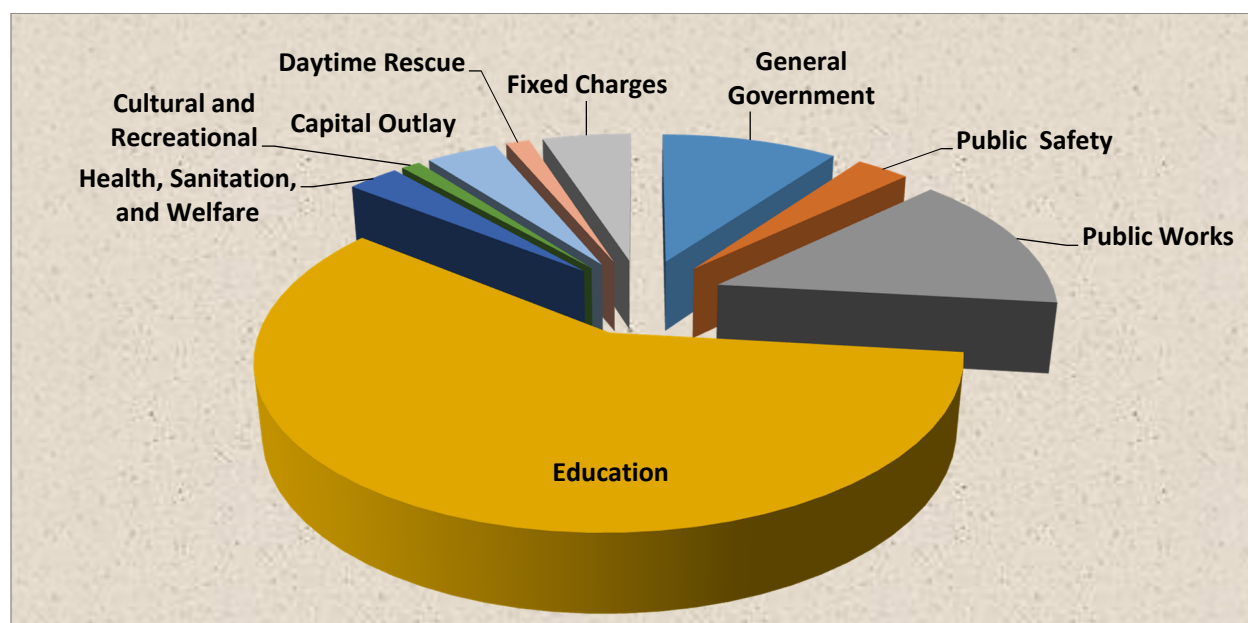
The following schedule presents a summary of expenditures (see Exhibit 1) for the fiscal years ended June 30,

<b>Expenses</b>	<b><u>2016</u></b>	<b><u>2015</u></b>
General Government	\$ 526,933	\$ 495,745
Public Safety	159,830	165,639
Public Works	733,866	693,695
Education	3,116,473	3,135,572
Health, Sanitation, and Welfare	155,517	134,612
Cultural and Recreational	57,415	48,637
Capital Outlay	213,301	335,084
Daytime Rescue Expense	70,962	54,094
Fixed Charges	<u>264,465</u>	<u>251,469</u>
Total Expenses	<u>\$ 5,298,762</u>	<u>\$ 5,314,547</u>

Chart B graphically depicts expenditures by function.

### 2016 EXPENDITURES BY FUNCTION

*Chart B – June 30, 2016 Expenditures by Function*





### **Analysis of Overall Financial Position and Results of Operations**

Sebago's revenues exceeded expenses by \$530,591 as expenses were carefully controlled and revenues exceeded expectations. Factors that affect revenues are:

- Excise taxes continued its historic trend of outperforming estimates.
- Building Permits / Code Enforcement fees continue to rise
- Shortfalls, however, offset some of the above gains, most notably in Real Estate Interest and Tree Growth Reimbursement.
- Sale of Tax Acquired Property
- Sale of Town Timber
- Committed supplemental tax bills

Factors which affected expenditures are as follows:

- General Assistance expenses were down
- Had 4 additional elections for various reasons
- Hired new employees
- Rolled over funds from the paving account
- Heating costs were slightly lower than budget.
- Expanded the Recreational activities offered by the Town

### **Significant Individual Fund Balances, Transactions and Changes in Fund Balance**

The Town finished the year with a general fund balance of \$2,274,111, an increase of \$288,201. The Town has steadily maintained a sufficient unassigned fund balance to sustain governmental operations for a period of two to three months, while also maintaining reserve accounts for future capital and program needs. In February, the voters authorized the establishment of a School District Withdrawal Committee and the use of \$25,000 from the Undesignated Fund to begin the process. In addition, voter's approved use of the Undesignated Fund to help reduce the Town's operating budget.

### **Analysis of Significant General Fund Budget Variances**

The Town tries to budget conservatively. This will sometimes result in revenues or expenditures exceeding budget. The most significant variances are as follows:

- Excise Tax Collections which is the largest revenue after real estate taxes. Excise tax is difficult due to the ever changing economy and state legislation.
- There are at times, due to circumstances beyond the control of the Town which might result in overages or shortfalls.



### **Significant Capital Assets**

At the end of June 30, 2016, the Town had \$2,406,683 invested in capital assets, net of accumulated depreciation and related debt.

**Table 3**

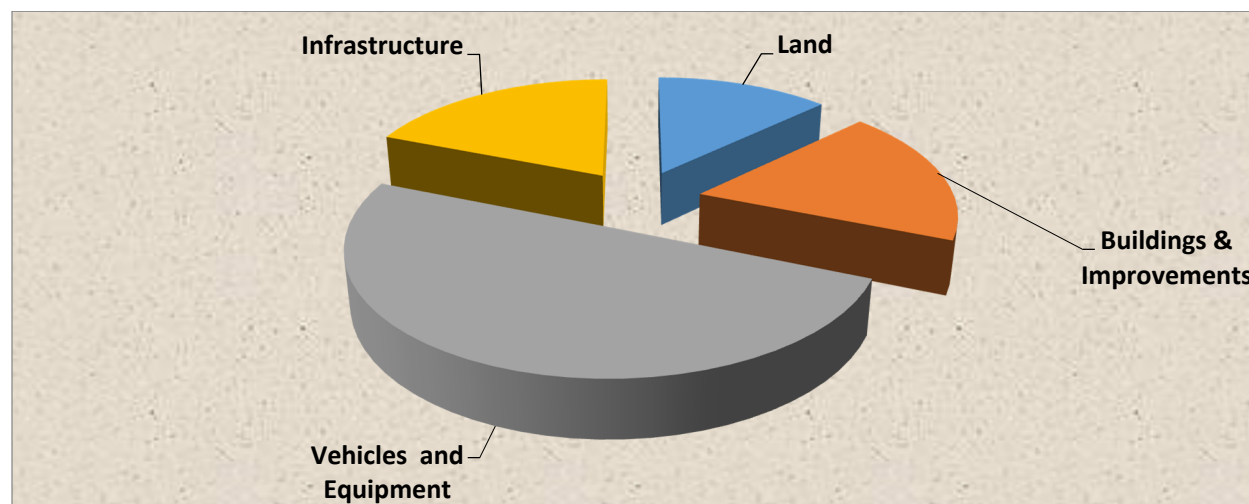
Governmental Activities  
Capital Assets  
(Net of Depreciation)

	<b><u>Capital Assets</u></b>	<b><u>Accumulated Depreciation</u></b>	<b><u>Capital Assets, net of Depreciation</u></b>
Land	\$ 328,758	\$ 0	\$ 328,758
Buildings & Improvements	905,132	439,214	465,918
Vehicles & Equipment	2,463,166	1,191,535	1,271,631
Infrastructure	<u>771,448</u>	<u>287,416</u>	<u>484,032</u>
<b>TOTAL</b>	<b><u>\$ 4,468,504</u></b>	<b><u>\$1,918,165</u></b>	<b><u>\$ 2,550,339</u></b>

Capital assets net of depreciation increased by 5.8%

The chart below provides a graphic depiction of the distribution of the June 30, 2016 net book value of fixed assets (capital assets, net of depreciation) by asset class.

**June 30, 2016 Net Book Value of Fixed Assets by Class**





*Chart C – June 30, 2016 Net Book Value of Fixed Assets by Class*

### **Long-Term Debt Activity**

At year-end the Town had a total of \$3,344 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, 2016.

**Table 4**  
Governmental Activities  
Capital Lease Obligations

Debt Payable at June 30, 2016	\$ 3,344
Less: Capital Leases Retired	<u>1,568</u>
Debt Payable at June 30, 2016	<u>\$ 1,776</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**

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

- Reductions in Town, School and County Budgets
- Continuation of the School District Withdrawal Process
- Growing economy
- Carry over funds to help reduce the budget

### **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.

## **BASIC FINANCIAL STATEMENTS**

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and Cash Equivalent	\$ 3,594,718
Receivables:	
Taxes	422,790
Liens	108,876
Accounts, Net	41,773
Capital Assets:	
Land	328,758
Other Capital Assets, Net of Depreciation	<u>2,221,581</u>
<b>TOTAL ASSETS</b>	<u>6,718,496</u>
<b>LIABILITIES</b>	
Accounts Payable	47,583
Accrued Expenses	35,113
Accrued Compensated Absences	14,705
Capital Lease Obligations:	
Due Within One Year	1,636
Due in More Than One Year	<u>140</u>
<b>TOTAL LIABILITIES</b>	<u>99,177</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Unavailable Revenue - Prepaid Property Taxes	<u>8,814</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>8,814</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	2,548,563
Unrestricted	<u>4,061,942</u>
<b>TOTAL NET POSITION</b>	<u><u>\$ 6,610,505</u></u>



**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Program Revenues			Net (Expense) Revenue and Changes In Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
<b>FUNCTIONS / PROGRAMS</b>				
<b>Primary Government</b>				
Governmental Activities:				
General Government	\$ 554,401	\$ 203,264	\$ -	\$ (351,137)
Public Safety	209,598	39,876	-	(169,722)
Public Works	640,967	-	49,856	(591,111)
Education	3,116,473	-	-	(3,116,473)
Health, Sanitation and Welfare	162,613	25,462	-	(137,151)
Cultural and Recreational	57,415	14,837	-	(42,578)
Fixed Charges	264,465	-	-	(264,465)
For Designated Purpose	140,563	63,538	19,580	(57,445)
Total Governmental Activities	5,146,495	346,977	69,436	(4,730,082)
<b>Total Primary Government</b>	<u>\$ 5,146,495</u>	<u>\$ 346,977</u>	<u>\$ 69,436</u>	<u>\$ (4,730,082)</u>

General Revenues (Expenses):

Property Taxes	\$ 4,746,527
Excise Taxes	331,326
Intergovernmental	119,039
Investment Earnings	63,781
Total General Revenues, Special Items and Transfers	<u>5,260,673</u>
<b>Change in Net Position</b>	<u>530,591</u>
<b>Net Position - July 1, 2015</b>	<u>6,079,914</u>
<b>Net Position - June 30, 2016</b>	<u>\$ 6,610,505</u>

The accompanying notes are an integral part of these financial statements.

**TOWN OF SEBAGO, MAINE**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**

	General Fund	Other Governmental	Total Funds
<b>ASSETS</b>			
Cash and Cash Equivalent	\$ 2,070,992	\$ 1,523,726	\$ 3,594,718
Receivables:			
Taxes - Current and Prior Years	422,790	-	422,790
Liens	108,876	-	108,876
Accounts Receivable	20,606	21,167	41,773
Due from Other Funds	21,304	16,711	38,015
<b>TOTAL ASSETS</b>	<b>\$ 2,644,568</b>	<b>\$ 1,561,604</b>	<b>\$ 4,206,172</b>
<b>LIABILITIES</b>			
Accounts Payable	\$ 47,583	\$ -	\$ 47,583
Accrued Expenses	35,113	-	35,113
Due to Other Funds	16,711	21,304	38,015
<b>TOTAL LIABILITIES</b>	<b>99,407</b>	<b>21,304</b>	<b>120,711</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue - Property Taxes	262,236	-	262,236
Prepaid Property Taxes	8,814	-	8,814
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>271,050</b>	<b>-</b>	<b>271,050</b>
<b>FUND BALANCES</b>			
Committed for:			
Special Revenues	-	89,471	89,471
Capital Projects	-	1,450,829	1,450,829
Assigned	186,941	-	186,941
Unassigned	2,087,170	-	2,087,170
<b>TOTAL FUND BALANCES</b>	<b>2,274,111</b>	<b>1,540,300</b>	<b>3,814,411</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,644,568</b>	<b>\$ 1,561,604</b>	

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.	2,550,339
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	(1,776)
Accrued Compensated Absences	(14,705)
Funds are not available to pay for current period expenditures and, therefore, are deferred in the funds.	
Property Taxes Unavailable	262,236
Net Position of Governmental Activities	<u>\$ 6,610,505</u>

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>General Fund</u>	<u>Other Governmental</u>	<u>Total</u>
<b>REVENUES</b>			
Taxes	\$ 5,073,963	\$ -	\$ 5,073,963
Intergovernmental	172,009	-	172,009
Licenses, Permits and Fees	66,219	-	66,219
Charges for Services	11,641	-	11,641
Miscellaneous	<u>263,131</u>	<u>86,233</u>	<u>349,364</u>
Total Revenues	5,586,963	86,233	5,673,196
<b>EXPENDITURES</b>			
General Government	526,933	-	526,933
Public Safety	159,830	-	159,830
Public Works	733,866	-	733,866
Education	3,116,473	-	3,116,473
Health, Sanitation and Welfare	155,517	-	155,517
Cultural and Recreational	57,415	-	57,415
Fixed Charges	264,465	-	264,465
For Designated Purpose	<u>-</u>	<u>269,063</u>	<u>269,063</u>
Total Expenditures	<u>5,014,499</u>	<u>269,063</u>	<u>5,283,562</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	572,464	(182,830)	389,634
<b>OTHER FINANCING SOURCES (USES)</b>	<u>(284,263)</u>	<u>284,263</u>	<u>-</u>
<b>Net Change in Fund Balances</b>	288,201	101,433	389,634
<b>FUND BALANCES - JULY 1, 2015</b>	<u>1,985,910</u>	<u>1,438,867</u>	<u>3,424,777</u>
<b>FUND BALANCES - JUNE 30, 2016</b>	<u>\$ 2,274,111</u>	<u>\$ 1,540,300</u>	<u>\$ 3,814,411</u>

**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, 2016**

**Net change in fund balances - Total governmental funds (Statement 4)** **\$ 389,634**

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	355,549
Depreciation	<u>(215,239)</u>
	<u>140,310</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 Repayment	1,568
-------------------------	-------

Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the fund statements.

Change in Unavailable Revenues	3,890
--------------------------------	-------

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>(4,811)</u>
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**Change in net position of governmental activities (Statement 2)** **\$ 530,591**

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**JUNE 30, 2016**

	<u>Private Purpose Trust Funds</u>	<u>Agency Funds</u>
<b>ASSETS</b>		
Cash	\$       27,584	\$       38,396
<b>LIABILITIES</b>		
Due to Other Groups	<u>                  -</u>	<u>          38,396</u>
<b>NET POSITION</b>		
Held in Trust for Other Purposes	<u><u>          \$       27,584</u></u>	<u><u>          \$            -</u></u>

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Private Purpose Trusts
	<hr/>
<b>ADDITIONS</b>	
Interest	\$ 58
Other	900
	<hr/> 958
<b>DEDUCTIONS</b>	
Program Expenditures	<hr/> 3
	<hr/>
<b>CHANGE IN NET POSITION</b>	955
<b>NET POSITION - JULY 1, 2015</b>	<hr/> 26,629
	<hr/>
<b>NET POSITION - JUNE 30, 2016</b>	<hr/> <hr/> \$ 27,584

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**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 basic 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**

*Basic Financial Statements—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 points out the extent to which direct expenses of a given function are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. The Town has elected not to allocate indirect costs among the programs or functions. 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. Taxes and other items 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 the Basic Financial Statements  
June 30, 2016

**NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)**

**Basis of Presentation (Continued)**

*Basic Financial Statements—Government-Wide Financial Statements (Continued)*

Separate financial statements are provided for governmental funds and fiduciary funds. Fiduciary funds 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.

*Basic 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, 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 Funds*

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*

Private-Purpose 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 the Basic Financial Statements  
June 30, 2016

**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 and the current financial resources measurement focus. Under this basis, revenues are recorded in the accounting period in which they become 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 in the accounting period 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. Allocation of costs, such as depreciation, is not recognized in the governmental funds.

**Financial Statement Accounts**

*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 the Basic Financial Statements  
June 30, 2016

**NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)**

**Financial Statement Accounts (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 \$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. 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, 2016, the accrual for compensated absences was determined to be \$14,705, which has been included in the government-wide financial statements.

*Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position will sometimes report a separate section of deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resource (expense/expenditure) until then. The Town currently has no deferred outflow of resources.

In addition to liabilities, the statement of net position will sometimes report a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. In the government-wide financial statements, the Town's deferred inflows of resources consist of prepaid property taxes. In the fund financial statements, due to differences in the modified accrual basis of accounting, deferred inflows also include deferred (unavailable) property taxes.

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)**

**Financial Statement Accounts (continued)**

*Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums, and discounts, 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 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.

**Net Position and Fund Balance 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	\$ 4,468,504
Accumulated Depreciation	<u>(1,918,165)</u>
Net Capital Assets	2,550,339
Capital Leases	<u>(1,776)</u>
Net Investment in Capital Assets	<u><u>\$ 2,548,563</u></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”.

**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.

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)**

**Fund Balance (continued)**

*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.

**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, 2016, the Town reported deposits of \$93,804 with a bank balance of \$266,572. The Town's bank balance was covered by FDIC insurance up to \$250,000 and \$16,572 was exposed to custodial risk. The balance exposed to custodial credit risk was 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.

**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, 2016, all of the Town's investment balance of \$ 3,426,789 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.

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**NOTE 2: DEPOSITS AND INVESTMENTS (Continued)**

**Investments (continued)**

At June 30, 2016, investments consisted of the following:

	<u>Fair Value</u>	<u>Less than 1 Year</u>
Repurchase Agreements	\$ 3,426,789	\$ 3,426,789

**Concentration of Credit Risk**

All of the Town's investments are in repurchase agreements, which are considered an authorized pool per the Town's investment policy.

**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.

**NOTE 3: PROPERTY TAX**

The Town's property taxes for the July 1, 2015 to June 30, 2016 fiscal year were committed on September 2, 2015. Taxes were due semi-annually on November 5, 2015 and May 5, 2016. Unpaid taxes are charged interest of 7.0% per annum. The tax commitment was based on the April 1, 2015 assessed real estate and personal property values totaling \$361,408,915.

The following summarizes the levy:

**VALUATION AND ASSESSMENT**

**VALUATION**

Real Estate	\$ 355,619,641
Personal Property	<u>5,789,274</u>
Total Valuation	361,408,915

**TAX RATE PER THOUSAND** 13.10

**TAX COMMITMENT** \$ 4,734,457

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**NOTE 3:        PROPERTY TAX (Continued)**

**COLLECTION OF 2015/2016 TAXES**

Original Commitment	\$ 4,734,457
Add: Supplemental Tax	<u>12,070</u>
	4,746,527
Less: Collection in Current Year	
(Net of Adjustments and Refunds)	\$4,316,744
Abatements	<u>6,993</u>
	<u>4,323,737</u>
Taxes Receivable - June 30, 2016	<u>\$ 422,790</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 \$6,003 for the year ended June 30, 2016.

Property taxes levied for the fiscal year are recorded as receivables at the time the levy is made. In the governmental funds, the receivables collected during the year and during the first sixty (60) days after June 30, 2016 are recognized as revenues. The remaining receivables estimated to be collectible subsequent to the sixty (60) day period are recorded as deferred revenues.

The variance between actual property tax revenues and budgeted property tax revenues (Exhibit 1) represents supplemental taxes of \$12,070.

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 the Basic Financial Statements  
June 30, 2016

**NOTE 4: CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2016 was:

	<b>Balance June 30, 2015</b>	<b>Additions</b>	<b>Retirements</b>	<b>Balance June 30, 2016</b>
Governmental activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 328,758	\$ -	\$ -	\$ 328,758
Deposit on Machinery and Equipment	-	-	-	-
Total assets not being depreciated	328,758	-	-	328,758
<i>Capital assets, being depreciated:</i>				
Buildings and Improvements	905,132	-	-	905,132
Machinery and Equipment	2,455,140	135,293	(127,267)	2,463,166
Infrastructure	551,192	220,256	-	771,448
Total capital assets, being depreciated:	3,911,464	355,549	(127,267)	4,139,746
<i>Less accumulated depreciation:</i>				
Buildings and Improvements	418,131	21,083	-	439,214
Machinery and Equipment	1,176,535	142,267	(127,267)	1,191,535
Infrastructure	235,527	51,889	-	287,416
Total	1,830,193	215,239	(127,267)	1,918,165
Net Governmental activities capital assets	<u>\$ 2,410,029</u>	<u>\$ 140,310</u>	<u>\$ -</u>	<u>\$ 2,550,339</u>

Depreciation was charged to Governmental functions as follows:

General Government	\$ 24,224
Public Safety	56,561
Public Works	127,358
Health, Sanitation and Welfare	7,096
Total Depreciation	<u>\$ 215,239</u>

The District leases a capital asset under agreement that is classified as capital lease. The cost of capital asset under capital lease is included in the statement of net position as capital assets and was \$7,584 at June 30, 2016. Accumulated amortization of the leased capital asset at June 30, 2016 was approximately \$5,941. Amortization of asset under capital lease is included in depreciation expense.

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**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 0.91% (\$325,809) of Cumberland County's outstanding debt of \$35,735,000 and 13.85% (\$1,656,443) of Maine School Administrative District No. 61's outstanding bonded debt of \$11,964,199.

**NOTE 6: CONTINGENT LIABILITY**

**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 7: CAPITAL LEASE OBLIGATIONS**

The Town has a capital lease agreement for a copier. The copier lease expires in July 2017. 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, 2016:

	<b>Year Ending</b>	
	<b>June 30</b>	<b>Amount</b>
	2017	1,680
	2018	<u>140</u>
Total minimum lease payments		1,820
Less: Amounts representing interest		<u>44</u>
Present value of net minimum lease payments		1,776
Less: Current maturities of capital lease obligations		<u>139</u>
Long-term capital lease obligations		<u><u>\$ 1,637</u></u>

In accordance with 30 MRSA, Section 5061, as amended, no municipality shall incur debt for specified purposes in excess of certain percentages of the State valuation of such municipality. Additionally, no municipality shall incur debt in the aggregate in excess of 15% of its State valuation. The Town's 2015 State Valuation is \$372,050,000 and, therefore, its aggregate debt limit is \$55,805,724.

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**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, 2016.

**NOTE 9: INTERFUND ACTIVITY**

Interfund balances at June 30, 2016 consisted of the following:

	<u><b>Interfund Receivables</b></u>	<u><b>Interfund Payables</b></u>
General Fund	\$ 21,304	\$ 16,711
Non Major Governmental Funds:		
Special Revenue Funds	16,156	21,304
Capital Project Funds	<u>555</u>	<u>-</u>
Total	<u><u>\$ 38,015</u></u>	<u><u>\$ 38,015</u></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.

Interfund transfers for the year ended June 30, 2016 consisted of the following:

	<u><b>Transfers In</b></u>	<u><b>Transfers Out</b></u>
General Fund	\$ -	\$ 284,263
Non Major Governmental Funds:		
Capital Projects:	213,301	-
Special Revenues:		
Daytime Rescue	<u>70,962</u>	<u>-</u>
TOTAL	<u><u>\$ 284,263</u></u>	<u><u>\$ 284,263</u></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 the Basic Financial Statements  
June 30, 2016

**NOTE 10: COMPONENTS OF FUND BALANCE**

Fund balance classifications for the governmental funds as of June 30, 2015 are as follows:

	<b>Committed</b>	<b>Assigned</b>	<b>Unassigned</b>
<b>General Fund</b>	\$ -	\$ 186,941	\$ 2,087,170
<b>Other Governmental Funds - Special Revenues:</b>			
EMS Daytime Rescue	73,157	-	-
Adelphia Cable TV Equipment	290	-	-
FEMA-Homeland Security	9,912	-	-
Teddy Bear Fund	158	-	-
Fuel Assistance Fund	5,814	-	-
CDBG Grant	140	-	-
Total	89,471	-	-
<b>Other Governmental Funds - Capital Projects:</b>			
Plow Truck #1	23,402	-	-
Plow Truck #2	134,753	-	-
4x4 Backhoe	17,197	-	-
Plow Truck #3	86,238	-	-
Rescue Ambulance	10,022	-	-
Folly Bridge Reserve	1,881	-	-
Brush Dump	11,324	-	-
Fire Engine #2	8,041	-	-
Fire Engine #3	127,534	-	-
Fire Engine #4	248,581	-	-
Revaluation	29,263	-	-
50 Yd	4,796	-	-
Municipal Building	11,126	-	-
Fire Truck Tank #1	119,110	-	-
Fire Truck Tank #2	163,807	-	-
Town Hall Parking Lot	29,499	-	-
Trash Compactor	21,038	-	-
Transfer Station Enhancements	11,395	-	-
1 Ton Plow Truck	80,335	-	-
Public Safety Building	1,005	-	-
Radio Repeater	5,655	-	-
Land Acquisition	72,072	-	-
Roll Off Truck	43,292	-	-
Forestry Truck #1	84,274	-	-
Public Works Storage	3,263	-	-
Rte 114 Drainage	8,839	-	-
Server	6,801	-	-
PW Truck	10,946	-	-
Boat	9,953	-	-
Grader	7,289	-	-
Roads/Equip	20,035	-	-
Cardiac Monitor	9,522	-	-
Excavator	24,981	-	-
Local Match for Federal Grants	555	-	-
Emergency Generators	3,005	-	-
Total	1,450,829	-	-
Grand Total	\$ 1,540,300	\$ 186,941	\$ 2,087,170

**TOWN OF SEBAGO, MAINE**  
Notes to the Basic Financial Statements  
June 30, 2016

**NOTE 11: 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 eight 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. The Town contributed \$9,632 to the plan for fiscal year 2016.

In addition, the Town participates in Medicare and the Social Security Retirement Program. The Town's contribution amounted to \$44,328, for the year ended June 30, 2016.

**NOTE 12: SUBSEQUENT EVENTS**

In preparing these financial statements, the Town has evaluated events and transactions for potential recognition or disclosure through December 6, 2016, the date the financial statements were available to be issued.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**TOWN OF SEBAGO, MAINE**  
**BUDGETARY COMPARISON SCHEDULE**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGETARY BASIS**  
**YEAR ENDED JUNE 30, 2016**

	<b>Initial and Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>REVENUES</b>			
<b>Taxes:</b>			
Property	\$ 4,734,457	4,746,527	\$ 12,070
Change in Deferred Property Tax Revenues	-	(3,890)	(3,890)
Excise	256,500	331,326	74,826
	<u>4,990,957</u>	<u>5,073,963</u>	<u>83,006</u>
<b>Intergovernmental:</b>			
State Revenue Sharing	56,710	58,120	1,410
State Homestead Reimbursement	25,480	25,480	-
Veterans Exemption	1,000	1,439	439
Tree Growth	35,000	34,000	(1,000)
Highway Block Grant	45,000	49,856	4,856
General Assistance	1,000	657	(343)
State Park Sharing	1,000	2,457	1,457
	<u>165,190</u>	<u>172,009</u>	<u>6,819</u>
<b>Licenses, Permits and Fees:</b>			
Building Permits	14,730	21,708	6,978
Plumbing Permits	5,500	9,568	4,068
Agent Fees	7,500	8,023	523
Vital Statistics	1,200	1,939	739
Dog Fees	100	177	77
Transfer Station Fees	18,800	24,804	6,004
	<u>47,830</u>	<u>66,219</u>	<u>18,389</u>
<b>Charges for Services:</b>			
Cable TV Franchise Fees	10,000	10,157	157
Planning Board	200	300	100
Appeals Board	200	100	(100)
Recreation	1,400	1,084	(316)
	<u>11,800</u>	<u>11,641</u>	<u>(159)</u>
<b>Other Revenues:</b>			
Interest	1,200	3,723	2,523
Tax Lien Interest	35,000	45,282	10,282
Lien Notice Filing Charges	7,500	11,660	4,160
Leases/Rentals	500	550	50
Parking Fines	-	-	-
Donations	3,000	3,156	156
Other	13,599	198,760	185,161
	<u>60,799</u>	<u>263,131</u>	<u>202,332</u>
<b>TOTAL REVENUES</b>	<u>\$ 5,276,576</u>	<u>\$ 5,586,963</u>	<u>\$ 310,387</u>



**TOWN OF SEBAGO, MAINE**  
**BUDGETARY COMPARISON SCHEDULE**  
**BUDGET AND ACTUAL - GENERAL FUND - BUDGETARY BASIS**  
**YEAR ENDED JUNE 30, 2016**

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance Positive (Negative)</b>
<b>EXPENDITURES</b>			
General Government	\$ 516,430	\$ 526,933	\$ (10,503)
Public Safety	210,285	159,830	50,455
Public Works	889,275	733,866	155,409
Education	3,116,473	3,116,473	-
Health, Sanitation and Welfare	150,105	155,517	(5,412)
Cultural and Recreational	54,375	57,415	(3,040)
Fixed Charges	263,475	264,465	(990)
<b>TOTAL EXPENDITURES</b>	<u>5,200,418</u>	<u>5,014,499</u>	<u>185,919</u>
<b>REVENUE SURPLUS</b>	<u>76,158</u>	<u>572,464</u>	<u>496,306</u>
<b>OTHER FINANCING USES</b>			
Operating Transfer to Daytime Rescue	(70,962)	(70,962)	-
Operating Transfer to Capital Projects	(213,301)	(213,301)	-
<b>TOTAL OTHER FINANCING USES</b>	<u>(284,263)</u>	<u>(284,263)</u>	<u>-</u>
<b>BUDGETARY SURPLUS (DEFICIT)</b>	<u>\$ (208,105)</u>	<u>\$ 288,201</u>	<u>\$ 496,306</u>
<b>FUND BALANCE COMPONENTS OF BUDGETARY SURPLUS (DEFICIT)</b>			
Assigned	\$ (208,105)	\$ 4,986	
Unassigned	-	283,215	
<b>TOTAL BUDGETARY SURPLUS (DEFICIT)</b>	<u>\$ (208,105)</u>	<u>\$ 288,201</u>	

**TOWN OF SEBAGO, MAINE**  
Notes to the Required Supplementary Information  
June 30, 2015

**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: BUDGETED USE OF SURPLUS**

For the year ended June 30, 2016, the Town budgeted a deficit of \$208,105 and planned to use the General Fund's fund balance to cover the deficit. Actual revenues and expenditures, however, resulted in a surplus of \$288,201 and, therefore, no use of fund balance occurred.

**NOTE 3: EXPENDITURES IN EXCESS OF APPROPRIATIONS**

During the year, expenditures exceeded appropriations in articles 6 and 9 of the annual Town meeting:

	<b>Amount</b>
	<b><u>Overexpended</u></b>
Article 6	\$ 14,284
Article 9	<u>3,040</u>
Total	<u><u>\$ 17,324</u></u>

## **OTHER SUPPLEMENTARY INFORMATION**

**TOWN OF SEBAGO, MAINE**  
**COMBINING BALANCE SHEET - OTHER GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**  
(With Comparative Totals for the Year Ended June 30, 2015)

	<b>Special Revenues</b> (Schedule 7)	<b>Capital Projects</b> (Schedule 9)	<b>Total</b> Memorandum Only	
			<b>2016</b>	<b>2015</b>
<b>ASSETS</b>				
Cash and Cash Equivalent	\$ 73,452	\$ 1,450,274	\$ 1,523,726	\$ 1,719,570
Accounts Receivable, Net of Allowance	21,167	-	21,167	23,772
Due from Other Funds	16,156	555	16,711	17,416
<b>TOTAL ASSETS</b>	<u>\$ 110,775</u>	<u>\$ 1,450,829</u>	<u>\$ 1,561,604</u>	<u>\$ 1,760,758</u>
<b>LIABILITIES AND FUND BALANCE</b>				
Liabilities				
Due to Other Funds	\$ 21,304	\$ -	\$ 21,304	\$ 24,342
Fund Balance	89,471	1,450,829	1,540,300	1,736,416
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 110,775</u>	<u>\$ 1,450,829</u>	<u>\$ 1,561,604</u>	<u>\$ 1,760,758</u>

**TOWN OF SEBAGO, MAINE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2016**  
(With Comparative Totals for the Year Ended June 30, 2015)

			<b>Total</b>	
			Memorandum Only	
	<b>Special Revenues</b>	<b>Capital Projects</b>	<b>2016</b>	<b>2015</b>
	(Schedule 8)	(Schedule 10)		
<b>REVENUES</b>				
Interest	\$ -	\$ 3,115	\$ 3,115	\$ 1,531
Other	65,916	17,202	83,118	93,811
	<u>65,916</u>	<u>20,317</u>	<u>86,233</u>	<u>95,342</u>
<b>EXPENDITURES</b>	<u>119,349</u>	<u>149,714</u>	<u>269,063</u>	<u>782,069</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	(53,433)	(129,397)	(182,830)	(686,727)
<b>OTHER FINANCING SOURCES</b>				
Transfers In	<u>70,962</u>	<u>213,301</u>	<u>284,263</u>	<u>389,178</u>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	17,529	83,904	101,433	(297,549)
<b>FUND BALANCE - JULY 1,</b>	<u>71,942</u>	<u>1,366,925</u>	<u>1,438,867</u>	<u>1,736,416</u>
<b>FUND BALANCE - JUNE 30,</b>	<u>\$ 89,471</u>	<u>\$ 1,450,829</u>	<u>\$ 1,540,300</u>	<u>\$ 1,438,867</u>

**TOWN OF SEBAGO, MAINE**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**JUNE 30, 2016**  
 (With Comparative Totals for the Year Ended June 30, 2015)

	<b>Private Purpose Funds</b>			<b>Agency funds</b>			<b>Total</b>	
	<b>Perpetual Care Funds</b>	<b>Pooled Cemetery Funds</b>	<b>Potter Sunday</b>	<b>Potter Sunday</b>	<b>Potter Education</b>		<b>2016</b>	<b>2015</b>
<b>ASSETS</b>								
Cash and Cash Equivalent	\$18,647	\$8,937	\$1,986	\$927	\$35,483		\$65,980	\$67,708
Due from Other Funds	-	-	-	-	-		-	-
Total Assets	<u>18,647</u>	<u>8,937</u>	<u>1,986</u>	<u>927</u>	<u>35,483</u>		<u>65,980</u>	<u>67,708</u>
<b>LIABILITIES</b>								
Due to Other Groups	-	-	1,986	927	35,483		38,396	40,124
<b>NET POSITION</b>								
NonExpendable	11,400	8,434	-	-	-		19,834	19,834
Expendable	7,247	503	-	-	-		7,750	7,750
Net Position	<u>\$ 18,647</u>	<u>\$ 8,937</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 27,584</u>	<u>\$ 27,584</u>

**TOWN OF SEBAGO, MAINE**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**YEAR ENDED JUNE 30, 2016**  
(With Comparative Totals for the Year Ended June 30, 2015)

	<b>Private Purpose Funds</b>		<b>Total</b>	
	<b>Perpetual Care Funds</b>	<b>Pooled Cemetery Funds</b>	Memorandum Only	
			<b>2016</b>	<b>2015</b>
		(Schedule 6)		
<b>ADDITIONS</b>				
Interest	\$ 38	\$ 20	\$ 58	\$ 25
Other	900	-	900	300
	<u>938</u>	<u>20</u>	<u>958</u>	<u>325</u>
<b>DEDUCTIONS</b>				
Program Expenditures	<u>-</u>	<u>3</u>	<u>3</u>	<u>3,565</u>
<b>CHANGE IN NET POSITION</b>	938	17	955	(3,240)
<b>NET POSITION - JULY 1,</b>	<u>17,709</u>	<u>8,920</u>	<u>26,629</u>	<u>29,869</u>
<b>NET POSITION - JUNE 30,</b>	<u><u>\$ 18,647</u></u>	<u><u>\$ 8,937</u></u>	<u><u>\$ 27,584</u></u>	<u><u>\$ 26,629</u></u>

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**CEMETERY TRUST FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	<b>Balance June 30, 2015</b>	<b>Receipts</b>	<b>Disbursements</b>	<b>Balance June 30, 2016</b>
Orin Douglas - Haley	\$ 100	\$ -	\$ -	\$ 100
Fred Meserve - Haley	150	-	-	150
William Fitch - Route 107	993	2	-	995
Emory Martin	1,318	4	1	1,321
Nathan & James Chadbourne	500	3	-	503
Fannie Fitch - Fitch's Store	856	1	-	857
Laura Parker Fitch	1,445	4	1	1,448
Emory Martin - Haley	100	-	-	100
Lillian Meserve - Poor Cemetery	1,005	3	1	1,007
Emma Douglas - Haley	100	-	-	100
Alfred Gray, Stiles, Gray McKenney	200	-	-	200
James & Cassandra Haley	100	-	-	100
Millard & Marjorie Tripp - Haley	100	-	-	100
Walter McDonald - Haley	50	-	-	50
Earle Norman Durrell - Haley	200	-	-	200
Grover & Ethel Douglas - Haley	100	-	-	100
Lendora & Guy Lewis - Haley	402	-	-	402
Granville Durrell - Haley	1,001	2	-	1,003
Alvin, Rose, Herbet, Elise, Gladys Gray	200	1	-	201
<b>Total</b>	<b>\$ 8,920</b>	<b>\$ 20</b>	<b>\$ 3</b>	<b>\$ 8,937</b>



**TOWN OF SEBAGO, MAINE**  
**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2016**

<b>ASSETS</b>				<b>LIABILITIES AND FUND BALANCE</b>			
<b>Cash</b>	<b>Accounts Receivable</b>	<b>Due from Other Funds</b>	<b>Total Assets</b>	<b>Due to Other Funds</b>	<b>Fund Balance</b>	<b>Total Liabilities and Fund Balance</b>	
<b>Nonmajor Special Revenue Funds</b>							
EMS Daytime Rescue	\$ 73,294	\$ 21,167	\$ 94,461	\$ 21,304	\$ 73,157	\$ 94,461	
Adelphia Cable TV Equipment	-	-	290	-	290	290	
FEMA Homeland Security	-	-	9,912	-	9,912	9,912	
Teddy Bear Fund	158	-	158	-	158	158	
Fuel Assistance Fund	-	-	5,814	-	5,814	5,814	
CDBG Grant	-	-	140	-	140	140	
<b>Total</b>	<b>\$ 73,452</b>	<b>\$ 21,167</b>	<b>\$ 110,775</b>	<b>\$ 21,304</b>	<b>\$ 89,471</b>	<b>\$ 110,775</b>	

**TOWN OF SEBAGO, MAINE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	<b>Fund Balances, beginning of year</b>	<b>Other Program Revenues</b>	<b>Transfers In</b>	<b>Program Expenditures</b>	<b>Fund Balances, end of year</b>
<b>Nonmajor Special Revenue Funds</b>					
EMS Daytime Rescue	\$ 57,094	63,538	\$ 70,962	\$ (118,437)	\$ 73,157
Adelphia Cable TV Equipment	290	-	-	-	290
FEMA Homeland Security	9,912	-	-	-	9,912
Teddy Bear Fund	158	-	-	-	158
Fuel Assistance Fund	4,348	2,378	-	(912)	5,814
CDBG Grant	140	-	-	-	140
<b>Total</b>	<b>\$ 71,942</b>	<b>\$ 65,916</b>	<b>\$ 70,962</b>	<b>\$ (119,349)</b>	<b>\$ 89,471</b>

**TOWN OF SEBAGO, MAINE**  
**COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	<b>ASSETS</b>			<b>LIABILITIES AND FUND BALANCE</b>	
	<b>Cash and Cash Equivalents</b>	<b>Due from Other Funds</b>	<b>Total Assets</b>	<b>Fund Balance</b>	<b>Total Liabilities and Fund Balance</b>
Plow Truck #1	\$ 23,402	\$ -	\$ 23,402	\$ 23,402	\$ 23,402
Plow Truck #2	134,753	-	134,753	134,753	134,753
4x4 Backhoe	17,197	-	17,197	17,197	17,197
Plow Truck #3	86,238	-	86,238	86,238	86,238
Rescue Ambulance	10,022	-	10,022	10,022	10,022
Folly Bridge Reserve	1,881	-	1,881	1,881	1,881
Brush Dump	11,324	-	11,324	11,324	11,324
Fire Engine #2	8,041	-	8,041	8,041	8,041
Fire Engine #3	127,534	-	127,534	127,534	127,534
Fire Engine #4	248,581	-	248,581	248,581	248,581
Revaluation	29,263	-	29,263	29,263	29,263
50 Yd	4,796	-	4,796	4,796	4,796
Municipal Building	11,126	-	11,126	11,126	11,126
Fire Truck Tank #1	119,110	-	119,110	119,110	119,110
Fire Truck Tank #2	163,807	-	163,807	163,807	163,807
Town Hall Parking Lot	29,499	-	29,499	29,499	29,499
Trash Compactor	21,038	-	21,038	21,038	21,038
Transfer Station Enhancements	11,395	-	11,395	11,395	11,395
1 Ton Plow Truck	80,335	-	80,335	80,335	80,335
Public Safety Building	1,005	-	1,005	1,005	1,005
Radio Repeater	5,655	-	5,655	5,655	5,655
Land Acquisition	72,072	-	72,072	72,072	72,072
Roll Off Truck	43,292	-	43,292	43,292	43,292
Forestry Truck #1	84,274	-	84,274	84,274	84,274
Public Works Storage	3,263	-	3,263	3,263	3,263
Rte 114 Drainage	8,839	-	8,839	8,839	8,839
Server	6,801	-	6,801	6,801	6,801
PW Truck	10,946	-	10,946	10,946	10,946
Boat	9,953	-	9,953	9,953	9,953
Grader	7,289	-	7,289	7,289	7,289
Roads/Equip	20,035	-	20,035	20,035	20,035
Cardiac Monitor	9,522	-	9,522	9,522	9,522
Excavator	24,981	-	24,981	24,981	24,981
Local Match for Federal Grants	-	555	555	555	555
Emergency Generators	3,005	-	3,005	3,005	3,005
	<u>\$ 1,450,274</u>	<u>\$ 555</u>	<u>\$ 1,450,829</u>	<u>\$ 1,450,829</u>	<u>\$ 1,450,829</u>

**TOWN OF SEBAGO, MAINE**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2016**

	<b>Fund Balances, beginning of year</b>	<b>Program Revenues</b>			<b>Program Expenditures</b>	<b>Fund Balances, end of year</b>
		<b>Interest Income</b>	<b>Other Revenue</b>	<b>Transfers In</b>		
Plow Truck #1	\$ 24,102	\$ 51	\$ -	\$ -	\$ 751	\$ 23,402
Plow Truck #2	132,100	294	-	19,104	16,745	134,753
4x4 Backhoe	132,899	66	-	-	115,768	17,197
Plow Truck #3	75,742	185	-	10,311	-	86,238
Rescue Ambulance	3	19	-	10,000	-	10,022
Folly Bridge Reserve	1,877	4	-	-	-	1,881
Brush Dump	11,300	24	-	-	-	11,324
Fire Engine #2	29	16	-	10,000	2,004	8,041
Fire Engine #3	111,653	273	-	15,608	-	127,534
Fire Engine #4	217,000	532	-	31,049	-	248,581
Revaluation	29,200	63	-	-	-	29,263
50 Yd	3,604	10	-	1,182	-	4,796
Municipal Building	3,510	25	-	15,365	7,774	11,126
Fire Truck Tank #1	105,316	255	-	13,539	-	119,110
Fire Truck Tank #2	140,609	350	-	22,848	-	163,807
Town Hall Parking Lot	30,148	64	-	-	713	29,499
Trash Compactor	25,334	52	-	-	4,348	21,038
Transfer Station Enhancements	11,370	25	-	-	-	11,395
1 Ton Plow Truck	72,917	173	-	7,245	-	80,335
Public Safety Building	1,003	2	-	-	-	1,005
Radio Repeater	4,563	13	-	1,079	-	5,655
Land Acquisition	54,800	130	17,202	-	60	72,072
Roll Off Truck	42,616	95	-	2,132	1,551	43,292
Forestry Truck #1	75,124	182	-	8,968	-	84,274
Public Works Storage	3,255	8	-	-	-	3,263
Rte 114 Drainage	8,820	19	-	-	-	8,839
Server	3,728	13	-	3,060	-	6,801
PW Truck	9,126	23	-	1,797	-	10,946
Boat	7,631	21	-	2,301	-	9,953
Grader	5,005	16	-	2,268	-	7,289
Roads/Equip	5,008	38	-	14,989	-	20,035
Cardiac Monitor	4,503	19	-	5,000	-	9,522
Excavator	12,475	50	-	12,456	-	24,981
Local Match for Federal Grants	555	-	-	-	-	555
Emergency Generators	-	5	-	3,000	-	3,005
<b>Total</b>	<b>\$ 1,366,925</b>	<b>\$ 3,115</b>	<b>\$ 17,202</b>	<b>\$ 213,301</b>	<b>\$ 149,714</b>	<b>\$ 1,450,829</b>

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF DEPARTMENTAL OPERATIONS**  
**YEAR ENDED JUNE 30, 2016**

	Beginning of Year	Carried Forward	Appropriation Balances								
			Transfers and Other Credits					Lapsed			
			Appropriations		Total Available	Expenditures	Overdrawn	Unexpended	Carried Forward		
GENERAL GOVERNMENT											
General Administration	\$ -	\$ -	303,780	\$ -	303,780	\$ 310,887	\$ 7,107	\$ -	\$ -	\$ -	-
Selectmen	-	-	13,930	-	13,930	13,610	-	-	320	-	320
Town Manager	-	-	60,750	-	60,750	61,161	411	-	-	-	-
Clerk/Treasurer	-	-	88,650	-	88,650	89,848	1,198	-	-	-	-
Code Enforcement	-	-	46,600	-	46,600	48,313	1,713	-	-	-	-
Health Officer	-	-	720	-	720	437	-	-	283	-	-
Elections	-	-	1,500	-	1,500	2,635	1,135	-	-	-	-
Appeals Board	-	-	300	-	300	21	-	-	279	-	-
Planning Board	-	-	200	-	200	21	-	-	179	-	-
	-	-	516,430	-	516,430	526,933	11,564	-	1,061	-	320
PUBLIC SAFETY											
Alarm	-	-	2,500	-	2,500	2,460	-	-	40	-	-
Animal Control	-	-	3,750	-	3,750	2,122	-	-	1,628	-	-
Rescue	-	-	60,270	-	60,270	49,488	-	-	10,782	-	-
Fire	-	-	134,665	-	134,665	97,340	-	-	37,325	-	-
Dispatch	-	-	9,100	-	9,100	8,420	-	-	680	-	-
	-	-	210,285	-	210,285	159,830	-	-	50,455	-	-
PUBLIC WORKS											
Roads	169,455	-	381,770	-	551,225	440,207	-	-	111,018	71,941	-
Snow Removal	-	-	292,000	-	292,000	259,784	-	-	32,216	-	-
Street Lights	-	-	6,500	-	6,500	7,839	1,339	-	-	-	-
Town Hall	-	-	15,350	-	15,350	7,216	-	-	8,134	-	-
Town Office	-	-	12,900	-	12,900	8,948	-	-	3,952	-	-
Town Garage	-	-	11,300	-	11,300	9,872	-	-	1,428	-	-
	169,455	-	719,820	-	889,275	733,866	1,339	-	156,748	71,941	-
EDUCATION											
Maine School Administrative District No. 61	-	-	3,116,473	-	3,116,473	3,116,473	-	-	-	-	-

**TOWN OF SEBAGO, MAINE**  
**STATEMENT OF DEPARTMENTAL OPERATIONS**  
**YEAR ENDED JUNE 30, 2016**

	Beginning of Year	Appropriation Balances								
		Carried Forward	Appropriations	Transfers and Other Credits	Total Available	Expenditures	Lapsed		Carried Forward	
							Overdrawn	Unexpended		
HEALTH, SANITATION AND WELFARE										
General Assistance	\$ -	\$ -	\$ 13,175	\$ -	\$ 13,175	\$ 4,196	\$ -	\$ 8,979	\$ -	-
Service Organizations	-	-	7,650	-	7,650	7,650	-	-	-	-
Solid Waste	-	-	118,280	-	118,280	131,111	12,831	-	-	-
Hazardous Waste	-	-	6,500	-	6,500	7,953	1,453	-	-	-
Veteran's Graves	-	-	600	-	600	718	118	-	-	-
Sebago Cemetery	-	-	150	-	150	151	1	-	-	-
Veteran's Flags	-	-	900	-	900	954	54	-	-	-
Small Cemetery	-	-	1,000	-	1,000	1,350	350	-	-	-
Historical	-	-	1,850	-	1,850	1,434	416	-	-	-
	-	-	150,105	-	150,105	155,517	14,807	9,395	-	-
CULTURAL AND RECREATIONAL										
Sebago Days	-	-	5,400	-	5,400	5,400	-	-	-	-
Parks & Recreation-General Admin	-	-	17,055	-	17,055	19,545	2,490	-	-	-
Douglas Mountain	-	-	1,750	-	1,750	1,154	-	596	-	-
Town Beach	-	-	4,045	-	4,045	4,049	4	-	-	-
SYAA Baseball	-	-	1,000	-	1,000	1,387	387	-	-	-
Basketball	-	-	750	-	750	1,505	755	-	-	-
Library	-	-	22,000	-	22,000	22,000	-	-	-	-
Food Pantry	-	-	2,375	-	2,375	2,375	-	-	-	-
	-	-	54,375	-	54,375	57,415	3,636	596	-	-
FIXED CHARGES										
County Tax	-	-	257,472	-	257,472	257,472	-	-	-	-
Overlay	-	-	6,003	-	6,003	6,993	990	-	-	-
	-	-	263,475	-	263,475	264,465	990	-	-	-
TOTAL	\$ 169,455	\$ 5,030,963	\$ -	\$ -	\$ 5,200,418	\$ 5,014,499	\$ 32,336	\$ 218,255	\$ 72,261	