

TOWN OF YORK, MAINE

Annual Financial Report

For the Fiscal Year Ended June 30, 2015

TOWN OF YORK, MAINE
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For the Year Ended June 30, 2015

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Independent Auditor's Report

Board of Selectmen
Town of York, Maine

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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.

Board of Selectmen
Town of York, Maine

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of York, Maine as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund 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, the schedule of funding progress-retiree healthcare plan, the schedule of Town's proportionate share of the net pension liability, and the schedule of Town contributions, 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 York, Maine's basic financial statements. The combining and individual fund financial statements and schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedule 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 fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Board of Selectmen
Town of York, Maine

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2016, on our consideration of the Town of York, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of York, Maine's internal control over financial reporting and compliance.



March 28, 2016
South Portland, Maine

TOWN OF YORK, MAINE
Management's Discussion and Analysis
June 30, 2015

Our discussion and analysis of the Town of York, Maine's financial performance provides an overview of the Town's financial activities for the year ended June 30, 2015. Please read it in conjunction with the Town's financial statements, which begin on page 17.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 17 and 18) provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements start on page 19. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

REPORTING THE TOWN AS A WHOLE

The Statement of Net Position and the Statement of Activities

Our analysis of the Town as a whole begins on page 17. One of the most important questions asked about the Town's finances is, "Is the Town as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

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

In the Statement of Net Position and the Statement of Activities, we divide the Town into two kinds of activities:

Governmental activities - Most of the Town's basic services are reported here, including the police, fire, general administration, roads, parks, beaches and education. Property taxes, auto excise taxes, franchise fees, fines, parking revenues, state revenue sharing and state and federal grants finance most of these activities.

Business-type activities - The Town charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Town's Recreation, Sohier Park, Senior Center, Mt. Agamenticus, Goodrich Park, Printing and Outside Duty activities are reported here.

REPORTING THE TOWN'S MOST SIGNIFICANT FUND FINANCIAL STATEMENTS

Our analysis of the Town's major funds begins on page 19. The fund financial statements begin on page 19 and provide detailed information about the most significant funds - not the Town as a whole. Some funds are required to be established by State law 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** - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the reconciliation on page 21.

- **Proprietary funds** - When the Town charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the Town's enterprise fund is the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

Reporting the Town's Fiduciary Responsibilities

We exclude these activities 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 purposes.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

THE TOWN AS A WHOLE

For the year ended June 30, 2015, net position changed as follows:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014 (restated)	2015	2014 (restated)	2015	2014 (restated)
Current and other assets	\$ 23,537,821	22,955,591	554,167	575,181	24,091,988	23,530,772
Capital assets	<u>65,832,041</u>	<u>67,337,906</u>	<u>269,408</u>	<u>200,250</u>	<u>66,101,449</u>	<u>67,538,156</u>
Total assets	89,369,862	90,293,497	823,575	775,431	90,193,437	91,068,928
Deferred outflows of resources	<u>1,255,730</u>	<u>712,067</u>	-	-	<u>1,255,730</u>	<u>712,067</u>
Long-term liabilities	36,079,941	35,651,866	-	-	36,079,941	35,651,866
Other liabilities	<u>4,316,054</u>	<u>5,208,251</u>	<u>88,682</u>	<u>50,112</u>	<u>4,404,736</u>	<u>5,258,363</u>
Total liabilities	40,395,995	40,860,117	88,682	50,112	40,484,677	40,910,229
Deferred inflows of resources	<u>2,011,597</u>	-	-	-	<u>2,011,597</u>	-
Net position:						
Net investment in capital assets	40,948,288	45,136,677	269,408	-	41,217,696	45,136,677
Restricted	645,254	940,804	-	-	645,254	940,804
Unrestricted	<u>6,624,458</u>	<u>1,800,582</u>	<u>465,485</u>	<u>725,319</u>	<u>7,089,943</u>	<u>2,525,901</u>
Total net position	<u>\$ 48,218,000</u>	<u>47,878,063</u>	<u>734,893</u>	<u>725,319</u>	<u>48,952,893</u>	<u>48,603,382</u>

These numbers reflect an increase in net position of 0.71% percent for governmental activities and an increase of 1.3% for business-type activities (see page 23-25 for details).

The Town issued bonds in the amount of \$1,805,000 in January 2015. At year-end, there were significant bond proceeds that had not yet been spent, with project completion timelines into the 2017 fiscal year.

Governmental Activities

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

General Government	Charges for photocopies, maps, plumbing permits, shoreland permits, cable TV franchise fees, gas tax refund, reimbursements, clerk fees, a portion of parking meter and permit receipts, parking ticket receipts
Public Safety	Mooring receipts, police reports, dispatch services agreement with Ogunquit, PSAP (Public Safety Answering Point) fees from other surrounding towns, COPS grants, other grants, dog license fees and an agreement with York Hospital to provide officers on a regular basis
Public Works	Urban/Rural Initiative program, FEMA reimbursements, other state grants to improve certain street intersections.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

Community Services	Recreation, General Assistance and Library
Boards and Commissions	Shellfish licenses
Education	Food service, grants, state subsidy

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

Net Expense

Function/ Program	Expenses		Revenues		Net Expense	
	2015	2014	2015	2014	2015	2014
General Government	\$ 7,085,627	\$ 5,809,011	796,957	744,502	6,288,670	5,064,509
Public Safety	6,415,568	6,329,643	727,105	756,485	5,688,463	5,573,158
Public Works	5,507,186	5,539,476	478,614	991,333	5,028,572	4,548,143
Parks and Recreation	1,024,942	1,124,267	52,723	161,471	972,219	962,796
Public Assistance	373,152	353,735	37,008	33,076	336,144	320,659
Education and Libraries	31,499,139	30,783,951	5,135,507	5,211,174	26,363,632	25,572,777
Interest on long-term debt	<u>730,111</u>	<u>469,299</u>	-	-	<u>730,111</u>	<u>469,299</u>
Total Government Activities	<u>\$ 52,635,725</u>	<u>50,409,382</u>	<u>7,227,914</u>	<u>7,898,041</u>	<u>45,407,811</u>	<u>42,511,341</u>

The net expense is the financial burden that was placed on the taxpayers by each of these functions. Over \$7.2 million dollars worth of activity was paid by grants, user fees, parking tickets and meter revenues and fees other than taxes.

Public Safety revenues derive from dispatching services provided to neighboring towns as well as public safety grants. Rural roads subsidies make up the bulk of the Public Works revenues, in addition to reimbursements for some paving projects, mostly from the local water and sewer districts, as well as reimbursements for recycling materials.

General Government expenses increased by \$1.3 million primarily due to the fact that we have much more in maintenance and other projects that were not capitalized this year.

Education and Libraries' share of net expense is still the largest percentage at 60%, followed by General Government at 13%, Public Safety at 12%, and Public Works at 10%.

In an effort to reduce the net expense to taxpayers, there has been a concerted effort to institute user fees as appropriate. To that end, 'impact fees' were imposed years ago on residential dwelling units to help defray the debt service costs of new school buildings. \$139,400 in impact fees were collected by the Town and transferred to the school to offset costs. By ordinance, building permit fees are used to reduce the taxpayer impact of the Community Development Department (Code, Planning and Geographic Information Services) to a great extent. Several full time positions in that department are funded by fees, saving the taxpayers almost \$260,000 this year, while delivering desired services in the area of inspections and GIS mapping and data collection.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

THE TOWN'S FUNDS

The following schedule presents a summary of General Fund revenues for the fiscal year ended June 30, 2015 with a comparison to 2014:

Revenues	FY 2015	Percent of Total	FY2014	Percent of Total
Taxes	\$ 44,806,364	88.17%	\$ 42,896,028	87.61%
Intergovernmental	4,040,851	7.95%	4,085,154	8.34%
Charges for Services	996,355	1.96%	966,289	1.97%
Licenses and Permits	303,207	0.60%	310,762	0.63%
Other	671,924	1.32%	704,122	1.44%
Total Revenues	\$ 50,818,701	100.00%	48,962,355	100.00%

Revenues from all sources increased 3.8% from the previous year. Tax revenues increased 4.5%. State Revenue sharing declined 6.2%. Investment interest income remains flat and low.

The following schedule presents a summary of expenditures for the fiscal year ended June 30, 2015:

Expenditures	FY 2015	Total	FY2014	Total
General Government	\$ 2,478,776	4.84%	\$ 2,302,951	4.76%
Public Safety	6,050,009	11.82%	5,905,780	12.21%
Public Works	4,082,359	7.97%	4,057,549	8.39%
Parks and Recreation	999,340	1.95%	1,012,175	2.09%
Public Assistance	373,152	0.73%	353,735	0.73%
Education and Library	28,676,180	56.01%	27,158,669	56.13%
Maine Pers on Behalf	2,121,662	4.14%	2,384,100	4.50%
County Tax	2,386,313	4.66%	2,070,339	4.28%
Unclassified	599,596	1.17%	441,345	0.91%
Capital Outlays	731,713	1.43%	722,534	1.49%
Interest on Long-term Debt	650,211	1.27%	512,963	1.06%
Principal Payment on Long-term and Debt & Bond Costs	2,051,246	4.01%	1,461,019	3.02%
Total Expenditures	\$ 51,200,557	100.00%	48,383,159	100.00%

Overall, expenditures increased 5.82%. The General Government expenditures' increase is typical of inflation and personnel-related cost increases. The principal payments on long-term debt increased due to additional bond issuances for various capital projects. In addition, funding for Education and Library increased by 5.59%.

GENERAL FUND BUDGETARY HIGHLIGHTS

The taxpayers and approved all of the municipal and school projects put before them on the ballot. The projects totaled \$1,805,000 and are listed on page 10. The Town's Standard and Poor's rating is AA+.

Although a \$920,150 utilization of unassigned fund balance was approved by voters to reduce tax appropriations, the Town recorded a modest increase in its fund balance for the year, on a budgetary basis.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2015, the Town had \$65.8 million invested in capital assets for its governmental activities and \$269,408 in business-type activities, including substantial funding for paving and construction of town roads. The usual additions included police vehicles and computer equipment. This year's major additions for governmental activities included:

Dept	Category	Asset Name	Date Acquired	Cost
Education	Building Imps.	Honeywell Improvements	6/30/2015	\$ 2,634,073
Education	Building Imps.	YHS Renovations	6/30/2015	1,216,000
Education	Building Imps.	CRES Roof	6/30/2015	220,626
Education	Building Imps.	Replacement Windows	9/18/2014	11,168
Education	CIP	Various	6/30/2015	928,264
Public Works	CIP	Birch Hill	6/30/2015	190,156
Public Safety	CIP	Boat Landing	6/30/2015	37,460
Parks	CIP	Bog Roads Parking Lot	7/31/2014	347,924
IT	CIP	Channel 3/Cable TV Upgrade	6/30/2015	23,566
Public Safety	CIP	Connector Road	6/30/2015	56,284
Public Works	CIP	Major Drainage	12/31/2014	21,557
Parks	CIP	Mt. A Trails	3/6/2015	89,784
Public Safety	CIP	Police Building	6/30/2015	194,502
IT	Equipment	Computer Wiring	3/10/2015	16,500
Public Safety	Equipment	Jetsort Model 4601 Coin Sorter	9/9/2014	6,040
Public Safety	Equipment	Radar for Cruisers	2/14/2015	6,060
Public Safety	Equipment	Video Camera	5/18/2015	9,995
Public Safety	Equipment	PowerEdge T630 Computer Server	6/30/2015	5,228
Public Works	Equipment	2014 Mighty Lite Trench Box	7/10/2014	6,370
Public Works	Equipment	Compactor	4/9/2015	8,440
Education	Infrastructure	YHS Paving	9/18/2014	69,500
Education	Infrastructure	VES Water Main Replacement	6/30/2015	67,868
Public Works	Infrastructure	Shore Road Rebuild	6/30/2015	220,616
Public Works	Infrastructure	Church St. Rebuild	6/30/2015	97,931
Education	Land Improvements	Running Track Resurfacing	8/21/2014	51,300
Comm Dev	Vehicles	2009 Mazda	4/2/2015	9,495
Public Safety	Vehicles	2014 Explorer Interceptor	1/13/2015	5,935
Public Safety	Vehicles	2014 Ford F150	9/27/2014	21,733
Public Safety	Vehicles	2015 Chevy Tahoe	12/21/2014	32,360
Public Works	Vehicles	2015 Ford F-350	12/9/2014	35,375
Public Works	Vehicles	2015 Ford F-350	1/8/2015	9,625
Public Works	Vehicles	2016 International Plow	6/25/2015	92,800
Total additions				\$ 6,744,535

With the formation of a Capital Planning Committee, (which includes staff and board members) and a Tax Task Force Committee (which is comprised of citizens), a five-year capital plan is revised annually as necessary and submitted to the Board of Selectmen for its approval and sent on to the voters at the Budget Referendum in May of each year.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

The Tax Task Force had formulated dollar and percentage limit suggestions based on what it felt the taxpayers could bear and the Capital Planning Committee tries to work within those guidelines.

It has been established that the Town has focused on school buildings for the last twenty years and the municipal buildings are in need of attention. Projects on the five-year capital plan include Recreation/Community Center, Auditorium, Town Hall Improvements and Major Drainage along with road construction.

Long-term Obligations

At year-end, the Town had \$36,079,941 in long-term liabilities, representing a net decrease of \$3,431,146:

Governmental Activities		
	2015	2014
		(restated)
General obligation bonds	\$ 27,988,199	29,102,009
Note payable	652,040	869,386
Premium on bonds	141,119	118,628
Capital leases	3,764,766	3,970,006
Net pension liability	1,843,110	3,859,221
Other post employment benefits	461,208	415,903
Accrued compensated absences	1,229,499	1,175,934
Total long-term liabilities	\$ 36,079,941	39,511,087

In January 2015, there was an issuance in the amount of \$1,805,000. The projects included:

Road Construction	\$ 400,000
Design/Cost Analysis YHS Auditorium	80,000
Village Elementary School Water Main	110,000
Alternative Energy Projects	100,000
York High/Village Elementary Paving	100,000
Purchase of a Heavy Duty Plow Truck	153,000
York High/Village Elementary Roofs	630,000
Roadside Mower	125,000
Broadcast Studio Upgrade	46,000
Mount Agamenticus Trail Project	61,000
TOTAL	\$ 1,805,000

Pursuant to GASB 45, actuaries have calculated the Town's liability with respect to Other Postemployment Benefits. The Town offers limited postemployment benefits, including life insurance (for Maine State Retirees) and the privilege of remaining on the Town's health insurance plan. The Town does not fund this liability, but rather is on a pay-as-you-go basis.

Tax Increment Financing

In the past, the voters approved an article that designates a portion of 'downtown' York Beach as a TIF district. The TIF provides funding for design, traffic studies and to fund public infrastructure improvements such as sidewalks and roadways within the boundaries of the TIF district. It is designed as a twenty-year program and could allocate significant resources to this area of Town known as York Beach. The first funds, in the amount of \$113,928 were made available with the May 2009 Budget Referendum.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

The major focus is on infrastructure in the Short Sands Beach area of York Beach to improve drainage and other small infrastructure projects. Due to the structure of the TIF, new funds in the amount of \$1,823.96 were allocated from the FY 15 tax appropriations.

Business-type Activities

The Town operates a number of enterprise funds, designed to be mostly self-sustaining through user fees and grants. All funds are designed to maintain some activity or capital assets and are not intended to amass large net position.

Business-type Activities - Enterprise Funds							
	Recreation	Mt. Agamenticus	Sohier Park	Outside Duty	Goodrich Park	Printing	Senior Center
Operating revenues:							
User fees	\$ 490,478	-	-	99,925	-	-	210,445
Sponsorships/memberships	50,175	-	-	-	-	-	16,023
Gift shop sales	-	-	475,769	-	-	-	-
Rental income	-	46,808	-	-	7,800	-	-
Donations	-	33,437	4,390	-	-	-	4,328
Other	-	-	-	-	-	1,215	14,155
Total operating revenues	540,653	80,245	480,159	99,925	7,800	1,215	244,951
Operating expenses:							
Cost of goods	-	-	250,310	-	-	-	40,844
Salaries and benefits	247,214	98,517	61,896	88,300	-	-	7,987
Training, meetings & travel	1,576	100	350	-	-	-	527
Maintenance	2,826	774	2,006	-	5,510	-	3,591
Office expenses	21,034	3,713	2,745	-	-	-	4,321
Supplies	70,204	3,460	6,388	-	-	-	7,075
Contracts	179,341	12,318	11,690	-	178	-	167,962
Utilities	-	3,071	623	-	1,619	-	1,576
Fuel	-	-	-	-	-	-	2,186
Depreciation	-	-	5,070	-	-	-	8,248
Other	1,190	-	-	-	-	-	-
Total operating expenses	523,385	121,953	341,078	88,300	7,307	-	244,317
Operating income (loss)	17,268	(41,708)	139,081	11,625	493	1,215	634
Transfers in (out)	-	39,500	(121,724)	(36,810)	-	-	-
Change in net position	17,268	(2,208)	17,357	(25,185)	493	1,215	634
Total net position, beg. of year	142,387	25,883	332,849	51,158	2,312	(1,215)	171,945
Total net position, end of year	\$ 159,655	23,675	350,206	25,973	2,805	-	172,579

The Town's Enterprise Funds

The **Recreation Enterprise** is funded primarily by user fees with a heavy participation by 'sponsors', local businesses who sponsor teams participating in the various programs. With the exception of the 1.5 full time positions that are funded by the General Fund, this program is self-sustaining with respect to all the other costs such as instructors, coaches, supplies, and transportation.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

It is the goal of the administration to make programs as affordable and accessible to as many citizens as are interested, made possible, in part by some generous donors who sponsor 'scholarships'. The Recreation Department offers programs for all ages – children through senior citizens, including soccer, tai chi, photography, dance and everything in between.

The **Mt. Agamenticus Enterprise Fund** was established to maintain the summit of Mt. Agamenticus which includes an education center in the lodge, viewing areas, trails and grounds. Revenues are generated through tower rentals, donations and viewer fees.

The **Sohier Park Enterprise Fund** was established to maintain Sohier Park and the Cape Neddick Light Station viewable from the beaches (also known as the Nubble Lighthouse). The gift shop in the park sells trinkets and collectibles and generates sufficient revenue to maintain the park and make substantial repairs to the light station, the island and Sohier Park.

Net income from the Gift Shop receipts is transferred to a Sohier Park Maintenance Reserve Fund, which is responsible for the repairs and maintenance of the park and the Light Station. This important national landmark and nearby park are maintained with no taxpayer dollars except for capital improvements, which included a recent roof replacement for the lightkeeper's house.

Improved systems and focused management have resulted in substantial revenue increases, allowing for more funding of park improvements and maintenance. There are plans for expansion to the gift shop to provide for more retail space, as well as more restrooms for the park.

The Grant House at Goodrich Park is a wonderful community building restored by a volunteer group. It currently houses the Parks and Recreation offices and is used by community groups for meetings. The revenue from the upstairs apartment offsets some of the costs of maintaining the Grant House and Barn.

An account for **Outside Duty** was established to handle the demand for police and fire services outside the normal responsibilities. Outside entities such as the water and sewer districts might hire an officer to handle traffic around the job site. Billing rates are set to cover the costs of the officer, some administration of the program and the use of a cruiser or fire truck, if necessary. The revenues generated by administration and vehicle usage are transferred to the public safety accounts, to offset those expenses.

The **Printing Enterprise Fund** was set up to cover the cost of printing ordinances and revenues are credited to this account as copies of the ordinances are sold.

The **Senior Center Enterprise Fund** includes a Senior Transportation program which was established in 2004 in response to a need. The Town partially funded the program through tax appropriations and donations covered the rest. That program and its funding was eliminated, but there are trips offered to citizens and other smaller programs available that are funded by the user. A very generous donation was received in FY13 to cover a bus to provide transportation for many of the trips which will make a big difference in what is offered and how it is funded.

TOWN OF YORK, MAINE
Management's Discussion and Analysis, Continued

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy as a whole continues to be a concern and a factor in budgeting and spending. York is not as susceptible to fluctuations as are some communities, but nevertheless, high oil prices and other economic factors have an impact on the Town's citizens. Balancing that concern with the need for major building and infrastructure improvements tasks the Town's management to be creative and frugal in its budgeting and proposals.

The Assessor continues to use his extensive resources to keep values within the 90-100% range as dictated by state statute. Waterfront property values continue to rise, while inland parcel values are flat or have declined somewhat. Tourism still continues to be a major industry in the Town of York. The FY 2015 assessment which represents valuations as of April 1, 2014, increased 1.62% over the prior year.

Fiscal Year	Total Valuation	Valuation Increase/ (Decrease)	Total Tax Bills	Tax Bill Increase	Mil Rate
2005	\$2,805,191,350	.4%	24,545,424	-9.44%	\$ 8.75
2006	3,197,719,520	13.99%	27,052,707	10.21%	\$ 8.46
2007	3,465,999,200	8.39%	28,213,233	4.29%	\$ 8.14
2008	3,988,361,710	15.07%	32,305,703	14.51%	\$ 8.10
2009	4,082,626,820	2.36%	33,722,497	4.39%	\$ 8.26
2010	4,019,248,550	-1.55%	34,485,152	2.26%	\$8.58
2011	3,951,774,450	-1.68%	35,961,240	4.28%	\$9.10
2012	3,893,577,155	-1.47%	36,404,946	1.23%	\$9.35
2013	3,834,685,364	-1.51%	38,193,466	4.9%	\$9.96
2014	3,840,653,382	.15%	40,058,015	4.88%	\$10.43
2015	3,902,948,181	1.62%	41,756,465	4.24%	\$10.70

York will see a mil rate increase in the amount of \$.27/\$1,000 assessed valuation for FY 16. Those closest to the water see property valuations translate to larger tax bills, yet there are segments of the population for which tax bills decrease each year. After several years of declining total valuation, this year again shows some signs of recovery of values which had declined modestly compared to some areas of the country.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Manager's Office at 186 York Street, York, Maine, or by phone at (207)363-1000.

BASIC FINANCIAL STATEMENTS

TOWN OF YORK, MAINE
Statement of Net Position
June 30, 2015

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 20,984,466	2,350	20,986,816
Receivables:			
Accounts	213,831	10,247	224,078
Intergovernmental	655,008	-	655,008
Taxes	1,488,914	-	1,488,914
Prepaid expenses	648,571	-	648,571
Inventory	26,727	61,874	88,601
Internal balances	(479,696)	479,696	-
Capital assets not being depreciated	14,714,899	-	14,714,899
Capital assets being depreciated, net	51,117,142	269,408	51,386,550
Total assets	89,369,862	823,575	90,193,437
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to pensions	1,255,730	-	1,255,730
Total deferred outflows of resources	1,255,730	-	1,255,730
LIABILITIES			
Accounts payable and other liabilities	1,629,919	58,092	1,688,011
Accrued payroll	2,470,580	30,590	2,501,170
Unearned revenue	13,040	-	13,040
Accrued interest payable	202,515	-	202,515
Noncurrent liabilities:			
Due within one year	2,912,239	-	2,912,239
Due in more than one year	33,167,702	-	33,167,702
Total liabilities	40,395,995	88,682	40,484,677
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	2,011,597	-	2,011,597
Total deferred inflows of resources	2,011,597	-	2,011,597
NET POSITION			
Net investment in capital assets	40,948,288	269,408	41,217,696
Restricted for:			
Permanent fund principal - nonexpendable	20,529	-	20,529
Permanent fund earnings - expendable	23	-	23
Education	517,167	-	517,167
Grants	107,535	-	107,535
Unrestricted	6,624,458	465,485	7,089,943
Total net position	\$ 48,218,000	734,893	48,952,893

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Activities
For the year ended June 30, 2015

Functions/programs	Expenses	Program Revenues			Net (expense) revenue and changes in net position		
		Charges for services	Operating grants and contributions	Capital grants and contributions	Primary Government		Total
					Governmental activities	Business-type activities	
Primary government:							
Governmental activities:							
General government	\$ 7,085,627	696,532	100,425	-	(6,288,670)	-	(6,288,670)
Public safety	6,415,568	610,855	116,250	-	(5,688,463)	-	(5,688,463)
Public works	5,507,186	96,050	-	382,564	(5,028,572)	-	(5,028,572)
Parks and recreation	1,024,942	30,665	22,058	-	(972,219)	-	(972,219)
Public assistance	373,152	-	37,008	-	(336,144)	-	(336,144)
Education and libraries	31,499,139	979,802	4,061,506	94,199	(26,363,632)	-	(26,363,632)
Interest on debt	730,111	-	-	-	(730,111)	-	(730,111)
Total governmental activities	52,635,725	2,413,904	4,337,247	476,763	(45,407,811)	-	(45,407,811)
Business-type activities:							
Recreation	523,385	540,653	-	-	-	17,268	17,268
Mt. Agamenticus	121,953	46,808	33,437	-	-	(41,708)	(41,708)
Sohier Park	341,078	475,769	4,390	-	-	139,081	139,081
Outside Duty	88,300	99,925	-	-	-	11,625	11,625
Goodrich Park	7,307	7,800	-	-	-	493	493
Printing	-	1,215	-	-	-	1,215	1,215
Senior Center	244,317	240,623	4,328	-	-	634	634
Total business-type activities	1,326,340	1,412,793	42,155	-	-	128,608	128,608
Total primary government	\$ 53,962,065	3,826,697	4,379,402	476,763	(45,407,811)	128,608	(45,279,203)
General revenues:							
Property taxes, levied for general purposes					\$ 41,918,284	-	41,918,284
Motor vehicle excise taxes					3,041,767	-	3,041,767
Grants and contributions not restricted to specific programs:							
Homestead exemption					134,178	-	134,178
BETE reimbursements					2,627	-	2,627
State Revenue Sharing					282,826	-	282,826
Unrestricted investment earnings					181,675	-	181,675
Miscellaneous revenues					67,357	-	67,357
Transfers					119,034	(119,034)	-
Total general revenues and transfers					45,747,748	(119,034)	45,628,714
Change in net position					339,937	9,574	349,511
Net position - beginning, restated					47,878,063	725,319	48,603,382
Net position - ending					\$ 48,218,000	734,893	48,952,893

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Balance Sheet
Governmental Funds
June 30, 2015

	General	Public Safety Building Capital Project	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 13,287,314	4,677,741	3,019,411	20,984,466
Receivables:				
Accounts	131,559	-	82,272	213,831
Intergovernmental	233,546	-	421,462	655,008
Taxes	1,488,914	-	-	1,488,914
Prepaid expenditures	648,571	-	-	648,571
Inventory	-	-	26,727	26,727
Interfund loans receivable	-	-	4,249,989	4,249,989
Total assets	\$ 15,789,904	4,677,741	7,799,861	28,267,506
LIABILITIES				
Accounts payable	838,814	972	413,802	1,253,588
Accrued payroll	2,433,891	-	36,689	2,470,580
Other liabilities	376,331	-	-	376,331
Unearned revenues	-	-	13,040	13,040
Interfund loans payable	4,144,099	583	585,003	4,729,685
Total liabilities	7,793,135	1,555	1,048,534	8,843,224
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	1,086,419	-	-	1,086,419
Total deferred inflows of resources	1,086,419	-	-	1,086,419
FUND BALANCES (DEFICITS)				
Nonspendable	648,571	-	47,256	695,827
Restricted	517,167	-	107,558	624,725
Committed	-	4,676,186	7,143,614	11,819,800
Assigned	2,760,838	-	-	2,760,838
Unassigned	2,983,774	-	(547,101)	2,436,673
Total fund balances	6,910,350	4,676,186	6,751,327	18,337,863
Total liabilities, deferred inflows of resources, and fund balances	\$ 15,789,904	4,677,741	7,799,861	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	65,832,041
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable in the funds.	1,086,419
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds:	
Bonds and notes payable	(28,640,239)
Capital leases	(3,764,766)
Premium on bonds	(141,119)
Accrued interest	(202,515)
Accrued compensated absences	(1,229,499)
Other post employment benefits	(461,208)
Net pension liability	(1,843,110)
Deferred inflows and outflows of resources related to pensions	(755,867)
	(37,038,323)

Net position of governmental activities **\$ 48,218,000**

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2015

	General	Public Safety Building Capital Project	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$ 44,806,364	-	100,690	44,907,054
Licenses and permits	303,207	-	-	303,207
Intergovernmental	4,040,851	-	984,556	5,025,407
Charges for services	996,355	-	687,539	1,683,894
Donations	32,148	-	32,218	64,366
Interest income	168,072	3,990	9,613	181,675
Other	471,704	-	166,324	638,028
Total revenues	50,818,701	3,990	1,980,940	52,803,631
Expenditures:				
Current:				
General government	2,478,776	-	-	2,478,776
Public safety	6,050,009	-	37,569	6,087,578
Public works	4,082,359	-	19,660	4,102,019
Parks and recreation	999,340	-	-	999,340
Public assistance	373,152	-	-	373,152
Library	483,102	-	-	483,102
Education	28,193,078	-	1,579,942	29,773,020
County tax	2,386,313	-	-	2,386,313
MEPERS on behalf payments	2,121,662	-	-	2,121,662
Unclassified	599,596	-	127,196	726,792
Capital outlay	731,713	207,368	2,160,657	3,099,738
Debt service:				
Principal	2,051,246	-	92,524	2,143,770
Interest	650,211	-	8,242	658,453
Total expenditures	51,200,557	207,368	4,025,790	55,433,715
Deficiency of revenues under expenditures	(381,856)	(203,378)	(2,044,850)	(2,630,084)
Other financing sources (uses):				
Bond proceeds	-	-	1,805,000	1,805,000
Premium on bond issue	-	-	29,198	29,198
Transfers in	316,906	6,863	162,296	486,065
Transfers out	(204,986)	-	(162,045)	(367,031)
Total other financing sources	111,920	6,863	1,834,449	1,953,232
Net change in fund balances	(269,936)	(196,515)	(210,401)	(676,852)
Fund balances, beginning of year	7,180,286	4,872,701	6,961,728	19,014,715
Fund balances, end of year	\$ 6,910,350	4,676,186	6,751,327	18,337,863

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the year ended June 30, 2015

Net change in fund balances - total governmental funds (from Statement 4)	\$	(676,852)
<p>Amounts reported for governmental activities in the statement of activities (Statement 2) are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense (\$2,842,460) and the loss on disposal of assets (\$11,988) exceeded capital outlay (\$1,348,583).</p>		(1,505,865)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This is the change in unavailable tax revenues.</p>		52,997
<p>Expenses in the statement of activities that do not consume current financial resources are not reported as expenses in the funds. This is the change in accrued compensated absences (\$53,565), accrued interest (\$93,555), other post employment benefits (\$45,305), and the net pension liability, including related deferred inflows and outflows of resources (\$548,177).</p>		355,752
<p>The issuance of capital leases provide current financial resources to governmental funds, but capital leases increases long-term liabilities in the statement of net position. Repayment of lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of current year principal payments.</p>		205,240
<p>The bond and note issuances provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and note 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 principal payments (\$3,736,156, net of prepaid amounts) and amortization on the premium (\$6,707) exceeded the bond proceeds (\$1,805,000) and the premium on the bond (\$29,198).</p>		1,908,665
Change in net position of governmental activities (see Statement 2)		\$ 339,937

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the year ended June 30, 2015

	Budgeted amounts		Actual	Variance with final budget positive (negative)
	Original	Final		
Revenues:				
Taxes	\$ 44,441,275	44,441,275	44,806,364	365,089
Licenses and permits	293,130	293,130	303,207	10,077
Intergovernmental	1,684,135	1,684,135	1,844,702	160,567
Charges for services	993,527	993,527	948,686	(44,841)
Other	573,482	573,482	639,730	66,248
Total revenues	47,985,549	47,985,549	48,542,689	557,140
Expenditures:				
Current:				
General government	2,548,797	2,733,574	2,478,776	254,798
Public safety	6,058,896	6,109,896	6,046,874	63,022
Public works	4,238,754	4,264,622	4,082,359	182,263
Parks and recreation	946,174	946,174	936,034	10,140
Public assistance	344,755	344,755	353,366	(8,611)
Library	483,102	483,102	483,102	-
Education:				
Regular instruction	11,804,845	11,804,845	11,787,526	17,319
Special education instruction	4,294,520	4,294,520	4,219,135	75,385
Career and technical education	11,673	11,673	11,534	139
Other instruction	1,130,658	1,130,658	1,088,605	42,053
Student and staff support	2,757,048	2,757,048	2,757,048	-
System administration	851,138	851,138	851,138	-
School administration	1,390,379	1,390,379	1,365,218	25,161
Transportation	1,055,982	1,055,982	1,055,982	-
Facilities maintenance	3,254,523	3,254,523	3,254,523	-
Other	54,129	66,257	61,907	4,350
Debt service	1,665,779	1,665,779	1,665,755	24
County tax	2,390,073	2,390,073	2,386,313	3,760
Unclassified	684,030	684,030	530,510	153,520
Capital outlay	660,409	1,638,856	727,920	910,936
Debt service	2,030,686	2,125,274	1,998,607	126,667
Total expenditures	48,656,350	50,003,158	48,142,232	1,860,926
Excess (deficiency) of revenues over (under) expenditures	(670,801)	(2,017,609)	400,457	2,418,066
Other financing sources (uses):				
Use of fund balance	920,150	920,150	-	(920,150)
Carryforward balances	-	1,346,808	-	(1,346,808)
Appropriations for reserve accounts	(35,000)	(35,000)	(35,000)	-
Transfers to reserve accounts	-	-	(330,407)	(330,407)
Transfers from reserve accounts	-	-	176,417	176,417
Transfers in	-	-	316,906	316,906
Transfers out	(214,349)	(214,349)	(204,986)	9,363
Total other financing sources (uses)	670,801	2,017,609	(77,070)	(2,094,679)
Net change in fund balance - budgetary basis	-	-	323,387	323,387
Fund balance, beginning of year, budgetary basis			6,412,240	
Fund balance, end of year-budgetary basis			6,735,627	
Reconciliation to GAAP:				
Prepaid debt service			(702,850)	
Fuel stabilization reserve expenditures			(50,000)	
Special education legal fees			(24,707)	
Change in reserves			184,234	
Net change in fund balance - GAAP basis			(269,936)	
Fund balance, beginning of year - GAAP basis			7,180,286	
Fund balance, end of year - GAAP basis	\$		6,910,350	

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Net Position
Proprietary Funds
June 30, 2015

Business-type Activities - Enterprise Funds		Nonmajor Enterprise Funds
ASSETS		
Current assets:		
Cash and cash equivalents	\$	2,350
Accounts receivable		10,247
Inventory		61,874
Interfund loan receivable		479,696
Total current assets		554,167
Noncurrent assets:		
Capital assets, net of depreciation		269,408
Total noncurrent assets		269,408
Total assets		823,575
LIABILITIES		
Accounts payable		58,092
Accrued payroll		30,590
Total liabilities		88,682
NET POSITION		
Net investment in capital assets		269,408
Unrestricted		465,485
Total net position	\$	734,893

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the year ended June 30, 2015

Business-type Activities - Enterprise Funds		Nonmajor Enterprise Funds
Operating revenues:		
User fees	\$	800,848
Sponsorships/memberships		66,198
Gift shop sales		475,769
Rental income		54,608
Donations		42,155
Other		15,370
Total operating revenues		1,454,948
Operating expenses:		
Cost of goods sold		291,154
Salaries and benefits		503,914
Training, meetings, and travel		2,553
Maintenance		14,707
Office expenses		31,813
Supplies		87,127
Contracts		371,489
Utilities		6,889
Fuel		2,186
Depreciation expense		13,318
Other		1,190
Total operating expenses		1,326,340
Operating income		128,608
Transfers in		42,690
Transfers out		(161,724)
Change in net position		9,574
Total net position, beginning of year, restated		725,319
Total net position, end of year		\$ 734,893

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2015

Business-type Activities - Enterprise Funds		Nonmajor Enterprise Funds
Cash flows from operating activities:		
Receipts from customers and users	\$	1,455,759
Payments to suppliers		(775,843)
Payments to employees		(490,583)
Net cash provided by operating activities		189,333
Cash flows from non-capital financing activities:		
Transfers to other funds		(119,034)
Decrease in interfund loans		13,077
Net cash used in non-capital financing activities		(105,957)
Cash flows from capital and related financing activities:		
Purchase of capital assets		(82,476)
Net cash used in capital financing activities		(82,476)
Increase in cash		900
Cash, beginning of year		1,450
Cash, end of year	\$	2,350
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$	128,608
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense		13,318
Decrease in operating assets:		
Accounts receivable		811
Inventory		8,026
Increase in operating liabilities:		
Accounts payable		25,239
Accrued payroll		13,331
Net cash provided by operating activities		189,333
Non-cash transactions:		
Sohier Park contributed capital assets		202,784

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2015

	Private- purpose Trust Funds			Agency Funds	Total
	Larry A. D'Entremont Scholarship	York Mentor Scholarship			
ASSETS					
Cash and cash equivalents	\$	8,985	4,382	107,569	120,936
Total assets		8,985	4,382	107,569	120,936
LIABILITIES					
Held for student groups		-	-	107,569	107,569
Total liabilities		-	-	107,569	107,569
NET POSITION					
Held in trust	\$	8,985	4,382	-	13,367

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2015

		Private- purpose Trust Funds	
		Larry A. D'Entremont Scholarship	York Mentor Scholarship
Additions:			
Donations	\$	-	1,205
Interest		6	6
Total additions		6	1,211
Deductions:			
Scholarships awarded		-	2,605
Total deductions		-	2,605
Change in net position		6	(1,394)
Net position, beginning of year		8,979	5,776
Net position, end of year	\$	8,985	4,382

See accompanying notes to basic financial statements.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of York conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the more significant of such policies:

Reporting Entity

In evaluating how to define the reporting entity for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit was made by applying the criteria set forth by accounting principles generally accepted in the United States of America. The criterion used defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Application of this criterion and determination of type of presentation involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. Based upon the application of these criteria, there are no potential component units that should be included as part of this reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, except for the agency funds, which have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as certain compensated absences and claims and judgments, are recorded only when the payment is due.

Those revenues susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the Town and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The Town reports the following major governmental funds:

The General Fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Public Safety Building Capital Project Fund accounts for the bond proceeds and related capital expenditures for the construction of the public safety building.

Additionally, the Town reports the following Fiduciary Fund types:

Private-purpose Trust Funds are used to report the activity for bequests left for charitable payments of scholarship awards. These assets are held by the Town in a trustee capacity, whereby the original bequest is preserved as nonexpendable and the accumulated interest earnings are available to provide for educational awards.

Agency Funds are custodial in nature and do not present results of operations. The Town's agency funds consist of various school and student activity funds.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary funds are charges to customers for sales and services; operating expenses include the cost of sales and services, and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Cash and Cash Equivalents - Cash and cash equivalents are considered to be cash on hand, demand deposits and time deposits. Investments are stated at fair value. For statement of cash flow purposes, the Town considers cash and cash equivalents to be demand deposits, certificates of deposit with maturities of less than three months, and money market mutual funds.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Inventory - Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are generally recorded as expenditures when consumed rather than when purchased.

Interfund Loans Receivable/Payable - Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as interfund loans or as interfund advances (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Capital Assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type 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 two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	15-20 years
Buildings and building improvements	20-50 years
Equipment	3-15 years
Vehicles	3-15 years
Infrastructure	5-60 years

Deferred Outflows and Inflows of Resources - In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The deferred outflows relate to the net pension liability, which include the Town's contributions subsequent to the measurement date, which are recognized as a reduction of the net pension liability in the subsequent year. They also include changes in assumptions, differences between expected and actual experience, and changes in proportion and differences between Town contributions and proportionate share of contributions, which are deferred and amortized over the average expected remaining service lives of active and inactive members in the plan.

In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds have one type of item that qualifies for reporting in this category, unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

The governmental activities have deferred inflows that relate to the net pension liability, which include the differences between expected and actual experience and changes in proportion and differences between Town contributions and proportionate share of contributions, which are deferred and amortized over the average expected remaining service lives of active and inactive members in the plan. They also include the net difference between projected and actual earnings on pension plan investments, which is deferred and amortized over a five-year period.

Vacation and Sick Leave - Under terms of personnel policies and union contracts, vacation and sick leave are granted in varying amounts according to length of service and are accrued ratably over the year. Regular part-time employees receive vacation on a pro-rated basis. Accumulated vacation and sick time has been recorded as a liability in the government-wide statements.

Long-term Obligations - In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are capitalized and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

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

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

Interfund Transactions - Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly chargeable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

Fund Equity - Governmental Fund fund balance is reported in five classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which those funds can be spent. The five classifications of fund balance for the Governmental Funds are as follows:

- *Nonspendable* – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.
- *Restricted* – resources with constraints placed on the use of resources which are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or; b) imposed by law through constitutional provisions or enabling legislation.
- *Committed* – resources which are subject to limitations the government imposes on itself at its highest level of decision making authority, and that remain binding unless removed in the same manner.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

- *Assigned* – resources that are constrained by the government’s intent to be used for specific purposes, but are neither restricted nor committed.
- *Unassigned* – resources which have not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

The Town voters have the responsibility for committing fund balance amounts by vote and likewise would be required to modify or rescind those commitments by a similar vote. For assigned fund balance amounts, the Town Manager has the authority to assign unspent budgeted amounts to specific purposes in the General Fund at year end. The Board of Selectmen approves the assigned amounts either before or after year end.

Although not a formal policy, when both restricted and unrestricted resources are available for use, it is the Town’s intent to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned and unassigned resources are available for use, it is the Town’s intent to use committed or assigned resources first, and then unassigned resources as they are needed.

Net Position - The net position amount represents the difference between assets, deferred outflows of resources, and liabilities and deferred inflows of resources. The net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds and capital leases payable and adding back any unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The Town’s net investment in capital assets was calculated as follows at June 30, 2015:

	<u>Governmental activities</u>	<u>Business-type activities</u>
Capital assets	\$ 114,681,101	285,261
Accumulated depreciation	(48,849,060)	(15,853)
Unspent bond proceeds	6,869,212	-
Bonds payable	(27,988,199)	-
Capital leases	(3,764,766)	-
<u>Net investment in capital assets</u>	<u>\$ 40,948,288</u>	<u>269,408</u>

Use of Estimates - Preparation of the Town’s financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

BUDGETARY VS GAAP BASIS OF ACCOUNTING

As required by generally accepted accounting principles (GAAP), the Town has recorded a revenue and an expenditure for Maine Public Employees Retirement contributions made by the State of Maine on behalf of the School Department. These amounts have not been budgeted in the General Fund and result in a difference in reporting on a budgetary basis of accounting versus reporting under accounting principles generally accepted in the United States of America of \$2,121,662.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

BUDGETARY VS GAAP BASIS OF ACCOUNTING, CONTINUED

These amounts have been included as an intergovernmental revenue and as a retirement expenditure in the General Fund on Statement 2 (GAAP basis). There is no effect on the fund balance at the end of the year.

In addition, the Town did not budget for the legal fees related to a court settlement, excess fuel costs, and prepaid debt service expenditures. The amounts have been shown as adjustments on Statement 6 and Exhibit A-2 to reconcile fund balance on the budgetary basis with fund balance on a GAAP basis. The legal fees and fuel costs have been included in education expenditures and the prepaid debt service has been included in debt service expenditures on statement 4.

The Town has also budgeted as part of its fiscal year June 30, 2016 budget to utilize \$920,150 of its June 30, 2015 fund balance.

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The Town utilizes a formal budgetary accounting system to control revenues and expenditures. Budgets are established in accordance with the various laws which govern the Town's operations. For each of the funds for which a formal budget is adopted, the same basis of accounting is used to reflect actual revenues and expenditures recognized on the basis of accounting principles generally accepted in the United States of America.

Budgets are adopted for the General Fund only and are adopted on a basis consistent with generally accepted accounting principles (GAAP). The level of control (level at which expenditures may not exceed budget) is the Department. Generally, all unexpended budgetary accounts lapse at the close of the fiscal year. The Town Manager is authorized to transfer budgeted amounts within and among departments; however, any revisions that alter the total expenditures must be approved by the Board of Selectmen. Encumbrance accounting is not employed by the Town. The budgeted financial statements represented in this report reflect the final budget authorization, including all amendments.

B. Deficit Fund Balances/Net Position

At June 30, 2015, the following funds had deficit fund balances/net position:

Special Revenue Funds:	
School lunch fund	\$ 320,420
School special revenue funds	91
Adult education	44,985
Capital Project Funds:	
School Projects – insured projects	11,703
School Projects – auditorium	131,125

These fund deficits will be covered by future revenue sources.

C. Excess of Expenditures over Appropriations

For the year ended June 30, 2015, education expenditures exceeded appropriations in the following areas:

Public assistance	\$ 8,611
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TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

DEPOSITS

Custodial Credit Risk-Town Deposits: Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town's policy is to have its deposits covered by F.D.I.C. insurance or by additional insurance purchased on behalf of the Town by the respective banking institution.

As of June 30, 2015, the Town reported deposits of \$21,107,752 with a bank balance of \$21,102,482. Of the Town's bank balances of \$21,102,482, \$5,904,984 was exposed to custodial credit risk as it was not covered by F.D.I.C. or by additional insurance purchased on behalf of the Town by the respective banking institutions.

Deposits have been reported as follows:

Reported in governmental funds	\$ 20,984,466
Reported in fiduciary funds	120,936
Reported in proprietary funds	2,350
Total deposits	<u>\$ 21,107,752</u>

PROPERTY TAX

The Town's property tax is levied on the assessed value listed as of the prior April 1 for all real and taxable personal property located in the Town. Assessed values are periodically established by the Assessor at 100% of the assumed market value. Each property must be reviewed no less than once every four years.

Property taxes were levied August 5, 2014 on the assessed values of real property as of April 1, 2014. Taxes were due September 19, 2014 and February 6, 2015. This assessed value of \$3,902,948,181 was 100% of the estimated market value and 98.38% of the 2015 state valuation of \$3,967,100,000.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to \$146,210 for the year ended June 30, 2015.

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

Property taxes levied during the year ended were recorded as receivables at the time the levy was made. The receivables collected during the year ended and in the first sixty days following the end of the fiscal year have been recorded as revenues. The remaining receivables have been recorded as deferred inflows of resources.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

PROPERTY TAX, CONTINUED

The following summarizes the periods ended June 30, 2015 and 2014 levies:

	<u>2015</u>	<u>2014</u>
Assessed value	\$ 3,902,948,181	3,840,653,382
Tax rate (per \$1,000)	10.70	10.43
Commitment	41,756,465	40,058,015
Supplemental taxes assessed	19,544	40,683
	41,776,009	40,098,698
Less:		
Collections and abatements	40,877,570	39,016,589
Receivable at June 30	\$ 898,439	1,082,109
Due date(s)	9/19/14 2/6/15	9/13/13 2/7/14
Interest rate charged on delinquent taxes	7.00%	7.00%
Collection rate	97.85%	97.3%

CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 was as follows:

	Balance June 30, <u>2014</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2015</u>
Governmental activities:				
Capital assets, not being depreciated:				
Construction in progress	\$ 7,265,012	1,889,497	5,395,952	3,758,557
Land	10,956,342	-	-	10,956,342
Total capital assets, not being depreciated	15,038,388	1,889,497	5,395,952	14,714,899
Capital assets, being depreciated:				
Land improvements	-	51,300	-	51,300
Buildings and building improvements	40,141,688	4,081,867	-	44,223,555
Equipment	3,559,132	58,633	2,983	3,614,782
Vehicles	6,914,094	207,323	187,926	6,933,491
Infrastructure	44,687,159	455,915	-	45,143,074
Total capital assets being depreciated	95,302,073	4,855,038	190,909	99,966,202
Less accumulated depreciation for:				
Land improvements	-	1,283	-	1,283
Buildings and building improvements	19,022,654	1,033,176	-	20,055,830
Equipment	2,584,045	199,707	447	2,783,305
Vehicles	5,168,977	382,865	178,474	5,373,368
Infrastructure	19,409,845	1,225,429	-	20,635,274
Total accumulated depreciation	46,185,521	2,842,460	178,921	48,849,060
Total capital assets being depreciated, net	49,116,552	2,012,578	11,988	51,117,142
Governmental activities capital assets, net	\$ 67,337,906	3,902,075	5,407,940	65,832,041

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

CAPITAL ASSETS, CONTINUED

	Balance June 30, <u>2014 (restated)</u>	<u>Increases</u>	<u>Decreases</u>	Balance June 30, <u>2015</u>
Business-type activities:				
Capital assets, being depreciated:				
Buildings and building improvements	\$ 202,785	-	-	202,785
<u>Vehicles</u>	<u>-</u>	<u>82,476</u>	<u>-</u>	<u>82,476</u>
Total capital assets being depreciated	202,785	82,476	-	285,261
Less accumulated depreciation for:				
Buildings and building improvements	2,535	5,070	-	7,605
<u>Vehicles</u>	<u>-</u>	<u>8,248</u>	<u>-</u>	<u>8,248</u>
Total accumulated depreciation	200,250	13,318	-	15,853
<u>Total capital assets being depreciated, net</u>	<u>200,250</u>	<u>69,158</u>	<u>-</u>	<u>269,408</u>
<u>Business-type activities capital assets, net</u>	<u>\$ 200,250</u>	<u>69,158</u>	<u>-</u>	<u>269,408</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 81,607
Public safety	318,538
Public works, including depreciation of general infrastructure assets	1,405,167
Parks and recreation	23,066
Education and libraries	1,014,082
<u>Total depreciation expense – governmental activities</u>	<u>\$ 2,842,460</u>

Business-type activities:

Sohier park	\$ 5,070
<u>Senior center</u>	<u>8,248</u>
<u>Total depreciation expense – business-type activities</u>	<u>\$ 13,318</u>

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

INTERFUND LOAN BALANCES

The purpose of interfund loans 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. Individual interfund loan receivable and payable balances at the year ended June 30, 2015 were as follows:

	<u>Interfund Receivables</u>	<u>Interfund payables</u>
General Fund	\$ -	4,144,099
Public Safety Building Capital Project	-	583
Other Governmental Funds:		
Town programs special revenue funds	-	110,391
School lunch special revenue fund	-	325,999
Adult education special revenue fund	-	52,216
School special revenue funds	-	93,242
Nonmajor capital project funds	4,249,989	-
Clark Emerson permanent fund	-	3,155
Total Other Governmental Funds	4,249,989	585,003
Enterprise Funds:		
Recreation	210,446	-
Mt. Agamenticus	28,133	-
Sohier Park	112,224	-
Outside Duty	19,136	-
Goodrich Park	4,602	-
Senior Center	105,155	-
Total Proprietary Funds	479,696	-
Totals	\$ 4,729,685	4,729,685

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

INTERFUND TRANSFERS

Interfund transfers consist of budgeted transfers to and from other funds to fund certain activities accounted for in those funds. Individual fund transfers for the year ended June 30, 2015 were as follows:

	<u>Transfers in</u>	<u>Transfers out</u>
<u>General Fund</u>	<u>\$ 316,906</u>	<u>204,986</u>
<u>Public Safety Building Capital Project</u>	<u>6,863</u>	<u>-</u>
Other Governmental Funds:		
Town programs special revenue funds	65	162,045
School lunch special revenue fund	161,833	-
<u>School special revenue funds</u>	<u>398</u>	<u>-</u>
<u>Total Other Governmental Funds</u>	<u>162,296</u>	<u>162,045</u>
Enterprise Funds:		
Mt. Agamenticus	39,500	-
Sohier Park	-	121,724
<u>Outside detail</u>	<u>3,190</u>	<u>40,000</u>
<u>Total Enterprise Funds</u>	<u>42,690</u>	<u>161,724</u>
<u>Totals</u>	<u>\$ 528,755</u>	<u>528,755</u>

CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning Balance (restated)</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Due within one year</u>
Governmental activities:					
General obligation bonds	\$ 29,102,009	1,805,000	2,918,810	27,988,199	2,465,574
Note payable	869,386	-	217,347	652,040	217,346
<u>Premium on bonds</u>	<u>118,628</u>	<u>29,198</u>	<u>6,707</u>	<u>141,119</u>	<u>7,588</u>
Total bonds and notes payable	30,090,023	1,834,198	3,142,364	28,781,358	2,690,508
Capital leases	3,970,006	-	205,240	3,764,766	221,731
Net pension liability	3,859,221	-	2,016,111	1,843,110	-
Other post employment benefits	415,903	89,776	44,471	461,208	-
<u>Accrued compensated absences</u>	<u>1,175,934</u>	<u>53,565</u>	<u>-</u>	<u>1,229,499</u>	<u>-</u>
<u>Total long-term liabilities</u>	<u>\$ 39,511,087</u>	<u>1,977,539</u>	<u>5,408,686</u>	<u>36,079,941</u>	<u>2,912,239</u>

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

LONG-TERM DEBT

Bonds and Notes Payable

Bonds and notes payable at June 30, 2015 are comprised of the following:

	<u>Originally Issued</u>	<u>Date of issue</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance</u>
Bonds and notes payable:					
Governmental activities:					
York Sewer District	\$ 313,593	6/3/2005	6/9/2019	1.30%	80,873
York Sewer District	11,409	9/23/2005	11/14/2019	0%	3,805
York County	1,086,733	6/30/2013	12/31/2017	1.73%	652,040
General Obligation Bond	3,524,000	11/1/2008	11/1/2028	4.0-5.0%	2,450,000
General Obligation Refunding	10,785,000	3/1/2010	3/1/2020	1.0-3.0%	5,080,000
General Obligation Refunding	8,624,500	7/1/2010	7/1/2020	2.0-3.8%	5,626,000
General Obligation Refunding	9,124,421	10/1/2011	9/1/2031	2.0-3.25%	7,564,421
General Obligation Bonds	3,644,100	8/1/2012	8/1/2033	1.0-2.4%	3,024,100
General Obligation Bonds	2,574,000	11/1/2013	11/1/2033	2.0-4.10%	2,354,000
General Obligation Bonds	1,085,000	2/1/2015	2/1/2035	2.0-3.25%	1,805,000
Total governmental activities					\$ 28,640,239

The annual debt service requirements to amortize bonds and notes payable are as follows:

	<u>Principal</u>	<u>Interest</u>
2016	\$ 2,682,920	675,118
2017	3,063,189	701,105
2018	3,023,460	633,249
2019	2,751,388	563,501
2020	2,385,761	494,841
2021-2025	6,945,000	1,767,935
2026-2030	5,775,000	791,146
2031-2035	2,013,521	83,335
Totals	\$ 28,640,239	5,710,230

In accordance with 30 MRSA, Section 5061, as amended, no municipality shall incur debt for specified purposes in excess of certain percentages of state valuation of such municipality. Additionally, no municipality shall incur debt in the aggregate in excess of 15% of its state assessed valuation. At June 30, 2015, the Town's outstanding debt did not exceed these limits.

Note Payable

During the fiscal year ended June 30, 2013, York County changed its fiscal year end and assessed county tax over a six-month interim period. The amount of tax assessed to the Town of York, Maine totaled \$1,086,733. The Town has an agreement with the County to pay the \$1,086,733 in five equal annual payments of \$217,347 plus interest of 1.73% starting on December 31, 2013 and ending December 31, 2017. As of June 30, 2015 and 2014, the Town's outstanding amount of the note payable to York County was \$652,040 and \$869,386, respectively.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

CAPITAL LEASES

The Town has entered into lease agreements as lessee for financing the acquisition of equipment. These leases qualify as capital leases for accounting purposes, and therefore, have been recorded at the present value of future minimum lease payments as of the date of its inception.

The following is a schedule of future minimum lease payments under the capital lease and the present value of the net minimum lease payment at June 30, 2015.

	<u>Governmental Funds</u>
2016	\$ 391,344
2017	387,302
2018	346,931
2019	345,072
2020	341,839
2021-2025	1,707,832
2026-2030	1,591,337
<u>2031-2035</u>	<u>133,453</u>
Total minimum lease payments	5,245,110
Less: amount representing interest	1,480,344
Present value of future minimum lease payments	<u>\$ 3,764,766</u>

OVERLAPPING DEBT

The Town is subject to an annual assessment of its proportional share of York County expenses, including debt repayment, as determined by the percentage of the Town's State valuation to the County's State valuation. For the year ended June 30, 2015, the Town's State valuation of \$3,967,100,000 was 13.62% of the County's State valuation of \$29,117,100,000. The Town's share is 13.62% or \$1,012,319 of York County's \$7,430,059 long-term debt outstanding at June 30, 2015.

COMMITMENTS AND CONTINGENCIES

As of June 30, 2015, the Town has commitments for various, ongoing construction projects, including the public safety building, among others.

As of June 30, 2015, the School Department had outstanding commitments with contractors for the roofing project at Village Elementary School, as well as other projects. Of the contracted amounts for the roofing project, approximately \$237,641 remained to be completed.

The York Town and School Department participate in a number of federally assisted grant programs. Although the programs have been audited in compliance with the Single Audit Act of 1984, as amended, these programs are subject to financial and compliance audits by the grantors or their representatives. The audits of these programs for, or including, the year ended June 30, 2015, have not yet been completed. Accordingly, the York Town and School Department's compliance with applicable grant requirements will be established at some future date. The amount, if any, of the expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the School Department expects such amounts, if any, to be immaterial.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

FUND BALANCE

At June 30, 2015, portions of the Governmental Funds fund balances consisted of the following:

	<u>General Fund</u>	<u>Public Safety Building Capital Project</u>	<u>Other Governmental Funds</u>
Nonspendable:			
Prepaid expenditures	\$ 648,571	-	-
Permanent fund principal	-	-	20,529
School lunch inventory	-	-	26,727
Total nonspendable	648,571	-	47,256
Restricted:			
School general fund	517,167	-	-
School special revenues	-	-	79,008
Adult education grants	-	-	12,050
York Beach TIF	-	-	13,838
Other Town grants and donations	-	-	2,639
Permanent fund income	-	-	23
Total restricted	517,167	-	107,558
Committed:			
Public safety building capital project fund	-	4,676,186	-
Mitchell - Airport Drive capital project fund	-	-	918,381
York Street capital project fund	-	-	448,231
Route 103 capital project fund	-	-	143,784
Connector road capital project fund	-	-	1,472,511
Major drainage capital project fund	-	-	668,897
LS bathhouse capital project fund	-	-	683,905
Roadside mower capital project fund	-	-	125,181
Heavy duty plow truck capital project fund	-	-	90,396
Cider Hill reconstruction capital project fund	-	-	400,580
School capital project fund	-	-	684,652
Other Town capital project funds	-	-	328,114
York Beach reserve special revenue fund	-	-	291,098
Harbor dredge special revenue fund	-	-	410,013
Harbor/wharf special revenue fund	-	-	273,582
Performance accounts special revenue fund	-	-	135,616
Other Town special revenue funds	-	-	68,673
Total committed	-	4,676,186	7,143,614
Assigned:			
Future budgeted use of fund balance	\$ 600,000	-	-
Town budget carry forwards:			
Voting machines	21,911	-	-
Legal (MTA Issue)	659	-	-
Legal	28,719	-	-
Contingency	4,261	-	-
Public safety site design & engineering	60,684	-	-

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

FUND BALANCE, CONTINUED

	General Fund	Public Safety Building Capital Project	Other Governmental Funds
Debt service	\$ 126,667	-	-
Finance	5,000	-	-
Hot top	463,003	-	-
Road repair and reconstruction	235,342	-	-
Fishermen's Walk renovations	30,211	-	-
Seawall repair	19,388	-	-
Public safety	53,300	-	-
Public safety police vehicles	77,195	-	-
Town reserves:			
OT detail	3,852	-	-
Lawn to lobsters	5	-	-
Iron/metal recycling	47,495	-	-
Fire equipment	268	-	-
350 th	5,382	-	-
Airport Drive	22,113	-	-
Academic reimbursement	8,018	-	-
Animal welfare	22,916	-	-
Building	41,620	-	-
Bog Road	17,861	-	-
Emergency planning	115,615	-	-
Capital equipment	302,466	-	-
CEO	240,144	-	-
Conservation	2,260	-	-
Earned time	90,922	-	-
York Beach fire truck	2,026	-	-
Fishermen's fund	1,034	-	-
Fishermen's memorial	999	-	-
Goodrich Park	355	-	-
Historic markers	230	-	-
Hoist repair	7,168	-	-
Long Sands BH	468	-	-
Off premise signs	1,764	-	-
Open space	81,973	-	-
Wheeler Marsh	12,976	-	-
Unemployment	1,455	-	-
Village lights	1,239	-	-
Wheeler trust	1,874	-	-
Total assigned	2,760,838	-	-
Unassigned	2,983,774	-	(547,101)
Total fund balance	\$ 6,910,350	4,676,186	6,751,327

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

TAX INCREMENT FINANCING DISTRICT

Under Maine law, the Town has established a Tax Increment Financing District (TIF) to finance improvements within the Town of York. The District specifically encompasses the downtown residential and commercial areas of York Beach, as well as the surrounding open areas. The purpose of the District is to fund certain improvements to the York Beach area, including drainage and flood control infrastructure, sidewalk improvements, and area traffic designs. TIF improvements are to be funded through a combination of municipal bonds, federal grants, and the incremental value multiplied by the tax rate. The incremental value is defined as the increase of the current valuation over the original assessed value of \$36,650,300. As the valuation of the District area has remained relatively flat, no current year taxes have been allocated to the District. Expenditures related to the District's purpose totaled \$0 as of June 30, 2015 and 2014, respectively.

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM

General Information about the Pension Plan

Plan Description - Employees of the Town are provided with pensions through the Maine Public Employees Retirement System Consolidated Plan for Local Participating Districts (PLD Plan) and teaching-certified employees of the Town are provided with pensions through the Maine Public Employees Retirement System State Employee and Teacher Plan (SET Plan), cost-sharing multiple-employer defined benefit pension plans, administered by the Maine Public Employees Retirement System (MPERS). Benefit terms are established in Maine statute. MPERS issues a publicly available financial report that can be obtained at www.maineopers.org.

Benefits Provided - The PLD and SET Plans provide defined retirement benefits based on members' average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit. In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. For PLD members, normal retirement age is 60 (65 for new members to the PLD Plan on or after July 1, 2014). For SETP members, normal retirement age is 60, 62, or 65. The normal retirement age is determined by whether a member had met certain creditable service requirements on specific dates, as established by statute. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. MPERS also provides disability and death benefits, which are established by contract under applicable statutory provisions (PLD Plan) or by statute (SET Plan).

Contributions - Employee contribution rates are defined by law or Board rule and depend on the terms of the plan under which an employee is covered. Employer contributions are determined by actuarial valuations. The contractually required contribution rates are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

PLD Plan - Employees are required to contribute 7.0% of their annual pay. The Town's contractually required contribution rates for the year ended June 30, 2015 were 7.8% to 8.1% of annual payroll. Contributions to the pension plan from the Town were \$435,364 for the year ended June 30, 2015.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

SET Plan - Maine statute requires the State to contribute a portion of the Town's contractually required contributions. Employees are required to contribute 7.65% of their annual pay. The Town's contractually required contribution rate for the year ended June 30, 2015, was 15.68% of annual payroll of which 2.65% of payroll was required from the Town and 13.03% was required from the State. Contributions to the pension plan from the Town were \$370,139 for the year ended June 30, 2015.

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

The net pension liabilities were measured as of June 30, 2014, and the total pension liabilities used to calculate the net pension liabilities were determined by actuarial valuations as of that date. The Town's proportion of the net pension liabilities were based on projections of the Town's long-term share of contributions to the pension plans relative to the projected contributions of all participating local districts (PLD Plan) and of all participating School Administrative Units and the State (SET Plan), actuarially determined.

PLD Plan - At June 30, 2015, the Town reported a liability of \$1,593,770 for its proportionate share of the net pension liability. At June 30, 2014, the Town's proportion of the PLD Plan was 1.0357%.

SET Plan - At June 30, 2015, the Town reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the Town. The amount recognized by the Town as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the Town were as follows:

Town's proportionate share of the net pension liability	\$ 249,340
State's proportionate share of the net pension liability associated with the Town	<u>12,746,997</u>
Total	<u>\$ 12,996,337</u>

At June 30, 2014, the Town's proportion of the SETP Plan was 0.0231%.

For the year ended June 30, 2015, the Town recognized pension expense of \$214,824 for the PLD Plan and \$1,862,466 for the SET Plan with revenue of \$1,819,964 for support provided by the State.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 200,130	1,247
Changes of assumptions	17,172	-
Net difference between projected and actual earnings on pension plan investments	-	1,799,387
Changes in proportion and differences between Town contributions and proportionate share of contributions	232,925	210,963
Town contributions subsequent to the measurement date	805,503	-
Total	\$ 1,255,730	2,011,597

\$805,503 is reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liabilities in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	\$ (347,346)
2017	(347,346)
2018	(416,831)
2019	(449,847)

Actuarial Assumptions - The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PLD Plan</u>	<u>SET Plan</u>
Inflation	3.5%	3.5%
Salary Increases, per year	3.5% to 9.5%	3.5% to 13.5%
Investment return, per annum, compounded annually	7.25%	7.125%
Cost of living benefit increases, per annum	3.12%	2.55%

Mortality rates were based on the RP2000 Combined Mortality Table projected forward to 2015 using Scale AA.

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2005 to June 30, 2010.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
US equities	20%	2.5%
Non-US equities	20%	5.5%
Private equity	10%	7.6%
Real estate	10%	3.7%
Infrastructure	10%	4.0%
Hard assets	5%	4.8%
Fixed income	25%	0.0%
<u>Total</u>	<u>100%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.25% for the PLD Plan and 7.125% for the SET Plan. The projection of cash flows used to determine the discount rates assumed that employee contributions will be made at the current contribution rate and that contributions from participating local districts will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liabilities.

Sensitivity of the Town's Proportionate Share of the Net Pension Liabilities to Changes in the Discount Rate - The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.25% for the PLD Plan and 7.125% for the SET Plan, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25% for PLD Plan and 6.125% for SET Plan) or 1 percentage-point higher (8.25% for PLD Plan and 8.125% for SET Plan) than the current rate:

<u>PLD Plan</u>	1% Decrease <u>(6.25%)</u>	Current Discount Rate <u>(7.25%)</u>	1% Increase <u>(8.25%)</u>
Town's proportionate share of the net pension liability	\$ 4,972,094	\$ 1,593,770	(\$1,230,088)

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

<u>SET Plan</u>	1% Decrease <u>(6.125%)</u>	Current Discount Rate <u>(7.125%)</u>	1% Increase <u>(8.125%)</u>
Town's proportionate share of the net pension liability	\$ 477,589	\$ 249,340	\$ 58,348

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is available in the separately issued MPERS financial report.

Payables to the Pension Plan - None as of June 30, 2015.

457 RETIREMENT PLAN

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue (IRC) Section 457. The plan permits participating employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The Town contributes 7.5% of annual compensation on behalf of full time employees who are not participating in the Maine Public Employees Retirement System. Contributions for the year ended June 30, 2015, 2014 and 2013 were \$121,973, \$121,410, and \$121,901, respectively.

The requirements of IRS Section 457(g) prescribes that the Town no longer owns the amounts deferred by employees, including the related income on those amounts. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on their plan assets, were removed from the Town's financial statements.

OTHER POST EMPLOYMENT BENEFITS

GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, requires that the long-term cost of retirement health care and obligations for other postemployment benefits be determined on an actuarial basis and reported similar to pension plans.

The Town of York is a member of the Maine Municipal Employees Health Trust. The Health Trust contracted with an outside consultant to assist in the determination and valuation of the Town's OPEB liability under GASB Statement 45. The consultants completed an OPEB liability actuarial valuation in January 2014.

Plan Descriptions - In addition to providing pension benefits, the Town provides health care benefits for certain retired employees. Eligibility to receive health care benefits follows the same requirements as MainePERS. Eligible retirees are required to pay 100% of the health insurance premiums to receive health benefit coverage.

Funding Policy and Annual OPEB Cost - GASB Statement 45 does not mandate the prefunding of postemployment benefits liability. The Town currently funds these benefits on a pay-as-you-go basis. No assets have been segregated and restricted to provide postemployment benefits.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

OTHER POST EMPLOYMENT BENEFITS, CONTINUED

The annual required contribution (ARC), an actuarial determined rate, represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize unfunded actuarial liabilities over a period not to exceed thirty years.

The following table represents the OPEB costs for the years ended June 30, 2015, 2014 and 2013 and the annual required contribution:

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Normal cost	\$ 30,086	30,086	33,027
Amortization of unfunded	65,219	65,219	49,227
Interest	18,523	15,732	13,174
Annual required contribution	113,828	111,037	95,428
Amortizing adjustment to ARC	(24,052)	(20,016)	(16,692)
Annual OPEB cost	89,776	91,021	78,737
Contributions made	(44,471)	(21,242)	(21,241)
Increase in net OPEB obligation	45,305	69,779	57,495
Net OPEB obligation beginning of year	415,903	346,124	288,629
Net OPEB obligation end of year	\$ 461,208	415,903	346,124

The “contributions made” represent an implicit rate subsidy offset based on a calculation provided by the actuary which calculates the percentage of premiums which subsidizes retirees.

Funding Status and Funding Progress - The Town’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the years ended June 30, 2015, 2014 and 2013 were as follows:

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Annual OPEB Cost	\$ 89,776	91,021	78,737
Percent of annual OPEB cost contributed	49.54%	23.12%	26.72%
Net OPEB obligation	461,208	415,903	346,124
Actuarial accrued liability	1,172,878	1,172,878	885,280
Plan assets	-	-	-
Unfunded actuarial accrued liability	1,172,878	1,172,878	885,280
Covered payroll	6,461,567	7,417,785	7,201,733
Unfunded actuarial accrued liability as a percentage of covered payroll	18.15%	15.81%	12.29%

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

OTHER POST EMPLOYMENT BENEFITS, CONTINUED

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions - Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the Town and plan members at that point. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of plan assets. Significant methods and assumptions were as follows:

Actuarial valuation date	1/1/14
Actuarial cost method	Projected unit credit
Amortization method	Level dollar open
Remaining amortization period	30 years
Actuarial assumptions:	
Investment rate of return	4.0%
Projected salary increases	3.0%
Healthcare cost trend rate	4.6%

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 public entity risk pools. Currently, the Town participates in two public entity risk pools sponsored by the Maine Municipal Association. Based on the coverage provided by these pools, as well as certain coverage provided by commercial insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded at June 30, 2015.

PRIOR PERIOD ADJUSTMENTS

For the fiscal year ended June 30, 2015, the Town has elected to implement Statement No. 68 of the Governmental Accounting Standards Board – *Accounting and Financial Reporting for Pensions*, an amendment of GASB Statement No. 27. As a result of implementing GASB Statement No. 68, the Town has restated beginning net position in the government-wide statement of net position to account for the addition of the Town’s proportionate share of the net pension liability of \$3,859,221 and deferred outflows for the Town’s contributions subsequent to the measurement date of \$712,067, which effectively decreased the Town’s net position as of July 1, 2014 by \$3,147,154.

TOWN OF YORK, MAINE
Notes to Basic Financial Statements, Continued

PRIOR PERIOD ADJUSTMENTS, CONTINUED

During Fiscal Year 2015, it was determined that the Town had not previously capitalized costs related to the Sohier Park gift shop improvements that were incurred in Fiscal Year 2014. The beginning net position for the Sohier Park fund has been restated for the improvement costs that should have been capitalized, net of related depreciation, in the prior fiscal year.

The following is a summary of the affect of the restatements:

	Sohier Park Net Position <u>(Ex. F-2)</u>	Business-type Activities Net Position <u>(Stmt. 2)</u>	Governmental Activities Net Position <u>(Stmt. 2)</u>
Net position as previously reported	\$ 132,599	525,069	51,025,217
Building improvements	202,784	202,784	-
Depreciation on building improvements	(2,534)	(2,534)	-
Net pension liability recorded	-	-	(3,859,221)
Deferred outflows related to pensions recorded	-	-	712,067
Net position as restated	\$ 332,849	725,319	47,878,063

SUBSEQUENT EVENTS

In September 2015, the School Committee voted to lease a vehicle for a nine-month period for \$13,840 and to hire a driver for four hours per day during that time for \$11,968 to provide student transportation to the Sanford Regional Technical Center.

In October 2015, the School Committee approved the lease purchase agreement with Androscoggin Bank to replace twelve multi-function photocopiers for \$49,995.

TOWN OF YORK, MAINE
Required Supplementary Information

Schedule of Funding Progress
Retiree Healthcare Plan

<u>Fiscal Year</u>	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Liability (AAL) – Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll [(b-a) /c]</u>
2009	1/1/09	\$ -	869,124	869,124	0.00%	5,100,000	17.04%
2010	1/1/09	\$ -	869,124	869,124	0.00%	5,200,000	16.71%
2011	1/1/11	\$ -	885,280	885,280	0.00%	6,000,000	14.75%
2012	1/1/11	\$ -	885,280	885,280	0.00%	7,201,733	12.29%
2013	1/1/11	\$ -	885,280	885,280	0.00%	7,201,733	12.29%
2014	1/1/14	\$ -	1,172,878	1,172,878	0.00%	7,417,785	15.81%
2015	1/1/14	\$ -	1,172,878	1,172,878	0.00%	6,461,567	18.15%

TOWN OF YORK, MAINE
Required Supplementary Information, Continued

Schedule of Town's Proportionate Share of the Net Pension Liability
Maine Public Employees Retirement System Consolidated Plan (PLD) and State Employee and Teacher Plan
(SET)

Last 10 Fiscal Years*

	<u>2015**</u>
<u>PLD Plan</u>	
Town's proportion of the net pension liability	1.0357%
Town's proportionate share of the net pension liability	\$ 1,593,770
Town's covered-employee payroll	5,418,940
Town's proportion share of the net pension liability as a percentage of its covered-employee payroll	29.41%
Plan fiduciary net position as a percentage of of the total pension liability	94.10%
 <u>SET Plan</u>	
Town's proportion of the net pension liability	0.0231%
Town's proportionate share of the net pension liability	249,340
State's proportionate share of the net pension liability associated with the Town	<u>12,746,997</u>
 <u>Total</u>	 <u>\$ 12,996,337</u>
 Town's covered-employee payroll	 13,967,493
Town's proportion share of the net pension liability as a percentage of its covered-employee payroll	1.79%
Plan fiduciary net position as a percentage of of the total pension liability	83.91%

* Only one year of information available.

** The amounts presented for each fiscal year were determined as of the prior fiscal year.

TOWN OF YORK, MAINE
Required Supplementary Information, Continued

Schedule of Town Contributions
Maine Public Employees Retirement System Consolidated Plan (PLD) and State Employee and Teacher Plan (SET)
 Last 10 Fiscal Years*

	<u>2015</u>	<u>2014</u>
<u>PLD Plan</u>		
Contractually required contribution	\$ 435,364	354,880
Contributions in relation to the contractually required contribution	(435,364)	(354,880)
<u>Contribution deficiency (excess)</u>	<u>\$ -</u>	<u>-</u>
Town's covered-employee payroll	5,418,940	4,980,213
Contributions as a percentage of covered- Employee payroll	8.03%	7.13%
<u>SET Plan</u>		
Contractually required contribution	\$ 370,139	357,187
Contributions in relation to the contractually required contribution	(370,139)	(357,187)
<u>Contribution deficiency (excess)</u>	<u>\$ -</u>	<u>-</u>
Town's covered-employee payroll	13,967,493	13,478,770
Contributions as a percentage of covered- Employee payroll	2.65%	2.65%

* Only two years of information available.

TOWN OF YORK, MAINE
Notes to Required Supplementary Information

Changes of Benefit Terms - None

Changes of Assumptions - The SETP changed the discount rate from 7.25% in the 2013 valuation to 7.125% in the 2014 valuation.

GENERAL FUND

The General Fund is the general operating fund of the Town. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The fund pays general operating expenditures, fixed charges, and capital improvement costs which are not paid through other funds.

TOWN OF YORK, MAINE
Balance Sheet
General Fund
June 30, 2015

ASSETS		
Cash and cash equivalents	\$	13,287,314
Receivables:		
Accounts		131,559
Intergovernmental		233,546
Taxes - current year		898,439
Taxes - prior years		74,316
Tax liens		451,528
Tax acquired property		64,631
Prepaid expenditures		648,571
Total assets	\$	15,789,904
LIABILITIES		
Accounts payable		838,814
Accrued payroll		2,433,891
Other liabilities		376,331
Interfund loans payable		4,144,099
Total liabilities		7,793,135
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes		1,086,419
Total deferred inflows of resources		1,086,419
FUND BALANCE		
Nonspendable		648,571
Restricted		517,167
Assigned		2,760,838
Unassigned		2,983,774
Total fund balance		6,910,350
Total liabilities, deferred inflows of resources, and fund balances	\$	15,789,904

TOWN OF YORK, MAINE
General Fund
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual
For the year ended June 30, 2015

	Budget	Actual	Variance positive (negative)
Revenues:			
Taxes:			
Property taxes	\$ 41,655,775	41,755,276	99,501
Supplemental taxes	-	19,544	19,544
Change in unavailable taxes	-	(52,997)	(52,997)
Excise taxes	2,748,000	3,041,767	293,767
Other	37,500	42,774	5,274
Total taxes	44,441,275	44,806,364	365,089
Licenses and permits:			
Town clerk fees	100,000	102,994	2,994
Plumbing permits	35,000	37,121	2,121
Parking stickers	99,000	106,651	7,651
Parking permits	6,000	6,000	-
Transfer station permits	35,000	33,183	(1,817)
Other permits and fees	18,130	17,258	(872)
Total licenses and permits	293,130	303,207	10,077
Intergovernmental:			
State Revenue Sharing	275,000	282,826	7,826
Homestead reimbursement	134,178	134,178	-
BETE reimbursement	2,543	2,627	84
General assistance reimbursement	9,000	22,008	13,008
Rural roads	175,000	186,756	11,756
Education subsidy	1,068,414	1,068,414	-
State agency clients	5,500	49,579	44,079
Other	14,500	98,314	83,814
Total intergovernmental	1,684,135	1,844,702	160,567
Charges for services:			
Parking ticket revenue	113,000	92,376	(20,624)
Meter collections	206,000	194,575	(11,425)
Community development code fees	291,800	258,680	(33,120)
Police department fees	-	16,266	16,266
Ellis Park fees	29,000	30,665	1,665
Public safety answering point	116,427	116,428	1
Animal control officer registrations	15,000	5,184	(9,816)
School charges for services	117,300	95,112	(22,188)
Impact fees	105,000	139,400	34,400
Total charges for services	993,527	948,686	(44,841)
Other:			
Interest revenue	198,000	168,026	(29,974)
Board of Appeals	3,500	2,020	(1,480)
Cable TV	190,000	198,371	8,371
Other school department revenues	177,233	203,963	26,730
Miscellaneous	4,749	67,350	62,601
Total other	573,482	639,730	66,248
Total revenues	47,985,549	48,542,689	557,140

TOWN OF YORK, MAINE
General Fund
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual, Continued

	Budget	Actual	Variance positive (negative)
Expenditures:			
Current:			
General government:			
Board of selectmen	\$ 25,644	27,641	(1,997)
Town manager	292,073	296,157	(4,084)
Finance	251,384	246,175	5,209
Information technology	233,144	198,998	34,146
Human resources	79,756	80,770	(1,014)
Assessing	302,098	290,559	11,539
Community development	699,878	666,758	33,120
Town clerk/tax collector	375,640	372,769	2,871
Elections	25,673	26,066	(393)
Municipal Separate Storm Sewer	95,100	86,412	8,688
Town hall operations	212,809	172,474	40,335
Contingency	140,375	13,997	126,378
Total general government	2,733,574	2,478,776	254,798
Public safety:			
Public safety services	4,178,681	4,174,668	4,013
Fire department	948,604	882,540	66,064
Hydrants	902,611	909,666	(7,055)
Public health	80,000	80,000	-
Total public safety	6,109,896	6,046,874	63,022
Public works:			
Maintenance and disposal services	3,040,235	2,848,652	191,583
Winter maintenance	1,216,292	1,225,771	(9,479)
FEMA grants	8,095	7,936	159
Total public works	4,264,622	4,082,359	182,263
Parks and recreation:			
Short Sands Park	37,573	25,197	12,376
Recreation administration	138,439	126,061	12,378
Parks, grounds, and beaches	770,162	784,776	(14,614)
Total parks and recreation	946,174	936,034	10,140
Public assistance:			
General assistance	38,688	59,393	(20,705)
Senior center	269,667	257,573	12,094
Social services	36,400	36,400	-
Total public assistance	344,755	353,366	(8,611)
Library	483,102	483,102	-
County tax	2,390,073	2,386,313	3,760
Unclassified:			
Boards and committees	39,126	27,146	11,980
Insurance	410,903	365,293	45,610
Water testing	63,000	62,839	161
Cable TV	24,791	24,470	321
Overlay/abatements	146,210	50,762	95,448
Total unclassified	684,030	530,510	153,520

TOWN OF YORK, MAINE
General Fund
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual, Continued

	Budget	Actual	Variance positive (negative)
Expenditures, continued:			
Current:			
Education:			
Regular instruction	\$ 11,804,845	11,787,526	17,319
Special education instruction	4,294,520	4,219,135	75,385
Career and technical education	11,673	11,534	139
Other instruction	1,130,658	1,088,605	42,053
Student and staff support	2,757,048	2,757,048	-
System administration	851,138	851,138	-
School administration	1,390,379	1,365,218	25,161
Transportation	1,055,982	1,055,982	-
Facilities maintenance	3,254,523	3,254,523	-
Other	66,257	61,907	4,350
Debt service	1,665,779	1,665,755	24
Total education	28,282,802	28,118,371	164,431
Capital outlay:			
Voting machines	27,294	5,383	21,911
Police vehicles	100,890	63,694	37,196
Public safety conceptual design	60,684	-	60,684
Public works pickup truck	45,000	45,000	-
Roads and side walks	1,335,723	612,378	723,345
Fishermen's walk	31,677	1,465	30,212
Seawall repair	19,388	-	19,388
Cow beach	18,200	-	18,200
Total capital outlay	1,638,856	727,920	910,936
Debt service:			
Bond costs	44,000	-	44,000
Principal	1,453,246	1,453,246	-
Interest	628,028	545,361	82,667
Total debt service	2,125,274	1,998,607	126,667
Total expenditures	50,003,158	48,142,232	1,860,926
Excess (deficiency) of revenues over (under) expenditures	(2,017,609)	400,457	2,418,066
Other financing sources (uses):			
Use of fund balance	920,150	-	(920,150)
Carryforward balances	1,346,808	-	(1,346,808)
Appropriations for reserve accounts	(35,000)	(35,000)	-
Transfers to reserve accounts	-	(330,407)	(330,407)
Transfers from reserve accounts	-	176,417	176,417
Transfers to special revenue funds	(174,849)	(162,296)	12,553
Transfers to enterprise funds	(39,500)	(42,690)	(3,190)
Transfers from special revenue funds	-	155,182	155,182
Transfers from enterprise funds	-	161,724	161,724
Total other financing sources (uses)	2,017,609	(77,070)	(2,094,679)
Net change in fund balance - budgetary basis	-	323,387	323,387
Fund balance, beginning of year-budgetary basis		6,412,240	
Fund balance, end of year-budgetary basis	\$	6,735,627	
Reconciliation to GAAP:			
Prepaid debt service		(702,850)	
Fuel stabilization reserve expenditures		(50,000)	
Special education legal fees		(24,707)	
Change in reserves		184,234	
Net change in fund balance - GAAP basis		(269,936)	
Fund balance, beginning of year - GAAP basis		7,180,286	
Fund balance, end of year - GAAP basis	\$	6,910,350	

OTHER GOVERNMENTAL FUNDS

TOWN OF YORK, MAINE
Other Governmental Funds
Combining Balance Sheet
June 30, 2015

	Special Revenue Funds				Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
	Town Programs	School Lunch	Adult Education	School Special Revenues			
ASSETS							
Cash and cash equivalents	\$ 1,118,897	1,957	8,160	-	1,866,690	23,707	3,019,411
Accounts receivable	-	-	1,803	-	80,469	-	82,272
Intergovernmental receivables	192,510	9,859	-	219,093	-	-	421,462
Inventory	-	26,727	-	-	-	-	26,727
Interfund loans receivable	-	-	-	-	4,249,989	-	4,249,989
Total assets	\$ 1,311,407	38,543	9,963	219,093	6,197,148	23,707	7,799,861
LIABILITIES AND FUND BALANCES (DEFICITS)							
Liabilities:							
Accounts payable	5,557	1,082	558	31,261	375,344	-	413,802
Accrued payroll	-	18,842	2,174	15,673	-	-	36,689
Unearned revenues	-	13,040	-	-	-	-	13,040
Interfund loans payable	110,391	325,999	52,216	93,242	-	3,155	585,003
Total liabilities	115,948	358,963	54,948	140,176	375,344	3,155	1,048,534
Fund balances (deficits):							
Nonspendable	-	26,727	-	-	-	20,529	47,256
Restricted	16,477	-	12,050	79,008	-	23	107,558
Committed	1,178,982	-	-	-	5,964,632	-	7,143,614
Unassigned	-	(347,147)	(57,035)	(91)	(142,828)	-	(547,101)
Total fund balances (deficits)	1,195,459	(320,420)	(44,985)	78,917	5,821,804	20,552	6,751,327
Total liabilities and fund balances	\$ 1,311,407	38,543	9,963	219,093	6,197,148	23,707	7,799,861

TOWN OF YORK, MAINE
Other Governmental Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2015

	Special Revenue Funds				Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
	Town Programs	School Lunch	Adult Education	School Special Revenues			
Revenues:							
Tax revenues	\$ -	-	100,690	-	-	-	100,690
Intergovernmental	223,063	166,673	58,492	536,328	-	-	984,556
Donations	1,500	-	-	11,918	18,800	-	32,218
Charges for services	147,376	501,132	24,452	14,579	-	-	687,539
Interest income	95	-	-	-	9,516	2	9,613
Other revenue	21,823	-	1,164	48,440	94,897	-	166,324
Total revenues	393,857	667,805	184,798	611,265	123,213	2	1,980,940
Expenditures:							
Current:							
Program expenditures	184,425	812,879	188,593	578,470	-	-	1,764,367
Capital expenditures	-	-	-	-	2,160,657	-	2,160,657
Debt service	-	-	-	-	100,766	-	100,766
Total expenditures	184,425	812,879	188,593	578,470	2,261,423	-	4,025,790
Excess (deficiency) of revenues over (under) expenditures	209,432	(145,074)	(3,795)	32,795	(2,138,210)	2	(2,044,850)
Other financing sources (uses):							
Bond proceeds	-	-	-	-	1,805,000	-	1,805,000
Premium on bond issuance	-	-	-	-	29,198	-	29,198
Transfers in	65	161,833	-	398	-	-	162,296
Transfers out	(162,045)	-	-	-	-	-	(162,045)
Total other financing sources (uses)	(161,980)	161,833	-	398	1,834,198	-	1,834,449
Net change in fund balances	47,452	16,759	(3,795)	33,193	(304,012)	2	(210,401)
Fund balances (deficits), beginning of year	1,148,007	(337,179)	(41,190)	45,724	6,125,816	20,550	6,961,728
Fund balances (deficits), end of year	\$ 1,195,459	(320,420)	(44,985)	78,917	5,821,804	20,552	6,751,327

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for resources obtained and expended for specified purposes that are restricted by law or administrative action.

TOWN OF YORK, MAINE
Nonmajor Special Revenue Funds - Town Programs
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For year ended June 30, 2015

	Balance (deficit) beginning of year	Revenues					Interest Income	Expenditures Program Expenditures	Transfers in (out)	Balance (deficit) end of year
		Grants	Donations	Charges for Services	Other Revenues					
Public Safety Grants:										
411 Emergency planning	\$ 44,263	-	-	-	-	-	-	(44,263)	-	
413 ATV grants	1,110	6,256	-	-	-	-	7,258	-	108	
415 Smart policing grants	1,141	8,765	-	-	-	-	5,172	(4,734)	-	
419 STOP - DV Investigation	235	10,814	-	-	-	-	11,049	-	-	
423 Seat belt	(7)	2,618	-	-	7	-	2,618	-	-	
425 Speed grant	(447)	5,122	-	-	-	-	4,740	65	-	
431 EUDL rider (OSA)	-	2,946	-	-	-	-	2,946	-	-	
433 School shooter	379	-	-	-	-	-	-	(379)	-	
437 Safety grant	(77)	3,863	-	-	-	-	3,786	-	-	
439 Crime stoppers	3,706	-	-	-	-	-	-	(3,706)	-	
445 Drive sober Maine	3	1,369	-	-	-	-	1,372	-	-	
406 Beach reserve	253,436	-	-	42,116	-	25	4,479	-	291,098	
435 Choose to be healthy fund	176	-	-	-	531	-	-	-	707	
436 HBB	2,508	-	-	22,759	8,500	-	26,730	-	7,037	
440 Harbor dredge	386,353	-	-	24,049	-	39	428	-	410,013	
442 Harbor/wharf	236,344	-	-	43,254	12,785	24	18,825	-	273,582	
451 KSB challenge (senior center)	2,531	-	-	-	-	-	-	-	2,531	
452 Impact fees	41,497	-	-	-	-	7	-	-	41,504	
453 Bronze relief	8,906	-	1,500	-	-	-	1,354	-	9,052	
456 MMA wellness	136	-	-	-	-	-	-	-	136	
457 Basketball classic	19,942	-	-	-	-	-	10,085	-	9,857	
459 Mt. A education grant	380	-	-	-	-	-	-	-	380	
461 FEMA Nemo grant	-	54,213	-	-	-	-	19,660	(34,553)	-	
471 York Beach TIF	13,838	-	-	-	-	-	-	-	13,838	
475 Mt. Agamenticus steering committee	-	5,000	-	-	-	-	5,000	-	-	
487 FEMA Juno grant	-	122,097	-	-	-	-	54,550	(67,547)	-	
490 Performance accounts	131,654	-	-	15,198	-	-	4,373	(6,863)	135,616	
Total	\$ 1,148,007	223,063	1,500	147,376	21,823	95	184,425	(161,980)	1,195,459	

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

Capital Project Funds are established to account for resources obtained and expended for the acquisition of major capital facilities.

TOWN OF YORK, MAINE
Nonmajor Capital Project Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
For year ended June 30, 2015

	Balance beginning of year	Revenues			Expenditures		Balance end of year
		Interest	Bond Proceeds	Other Revenues	Capital Outlay	Debt Service	
200 Capital Improvements	\$ 34,180	-	29,198	-	-	-	63,378
201 Mitchell - Airport Drive	1,014,030	72	-	-	-	95,721	918,381
203 Roaring Rock	12,714	1	-	-	-	452	12,263
207 Energy Efficiency	1,309	2	-	-	78	1,233	-
212 Lake Carolyn Dam	35,739	41	-	-	1,314	-	34,466
216 York Street	613,909	598	-	-	166,276	-	448,231
221 Route 103	143,612	172	-	-	-	-	143,784
228 Connector Road	1,525,462	1,329	-	-	54,280	-	1,472,511
231 Major drainage	693,338	1,982	-	-	26,423	-	668,897
232 York Village Fire Renovations	692	-	-	-	-	692	-
233 Heavy Plow Truck	10,780	14	-	-	7,625	1,785	1,384
234 Two Ton Plow Truck	-	70	-	698	-	766	2
236 Seawall's Bridge Utility	374	1	-	-	-	-	375
237 York Street/Long Sands	50,272	151	-	-	-	-	50,423
240 LS Bathhouse	689,311	1,887	-	-	7,293	-	683,905
241 Birch Hill Road	242,155	190	-	-	206,428	-	35,917
243 York Beach Lighting	23,935	66	-	-	406	-	23,595
244 Bog Road Parking	332,520	112	-	18,800	347,924	-	3,508
245 Mt. A Barn	117	-	-	-	-	117	-
246 Mt. A Universal Access Trail	36,105	46	61,000	-	89,784	-	7,367
247 Roadside Mower	-	181	125,000	-	-	-	125,181
248 Energy Efficiency	-	111	100,000	-	45,313	-	54,798
249 Channel 3 Broadcast System	-	64	46,000	-	5,426	-	40,638
250 Heavy Duty Plow Truck	-	196	153,000	-	62,800	-	90,396
251 Cider Hill Reconstruction	-	580	400,000	-	-	-	400,580
275 School Projects - insured projects	(91,732)	-	-	94,199	14,170	-	(11,703)
275 School Projects - auditorium	-	-	-	-	131,125	-	(131,125)
275 School Projects	756,994	1,650	920,000	-	993,992	-	684,652
Total	\$ 6,125,816	9,516	1,834,198	113,697	2,160,657	100,766	5,821,804

NONMAJOR GOVERNMENTAL FUNDS

PERMANENT FUNDS

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

TOWN OF YORK, MAINE
Nonmajor Permanent Funds
Balance Sheet
June 30, 2015

		Clark Emerson
ASSETS		
Cash and cash equivalents	\$	23,707
Total assets		23,707
LIABILITIES AND FUND BALANCE		
Liabilities:		
Interfund loans payable		3,155
Total liabilities		3,155
Fund balance:		
Nonspendable		20,529
Restricted		23
Total fund balance		20,552
Total liabilities and fund balance	\$	23,707

TOWN OF YORK, MAINE
Nonmajor Permanent Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
For the year ended June 30, 2015

		Clark Emerson
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Revenues:		
Investment income	\$	2
Total revenues		2
<hr/>		
Expenditures:		
Current:		
Miscellaneous		-
Total expenditures		-
<hr/>		
Net change in fund balance		2
Fund balance, beginning of year		20,550
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Fund balance, end of year	\$	20,552
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NONMAJOR PROPRIETARY FUNDS

Proprietary funds are used to report activities that are generally self supporting through charging users fees and other related revenues.

TOWN OF YORK, MAINE
Nonmajor Proprietary Funds
Combining Statement of Net Position
June 30, 2015

	Recreation	Mt. Agamenticus	Sohier Park	Outside Duty	Goodrich Park	Printing	Senior Center	Totals
ASSETS								
Current assets:								
Cash and cash equivalents	\$ 900	-	900	-	-	-	550	2,350
Accounts receivable	140	-	-	10,107	-	-	-	10,247
Inventory	-	-	61,874	-	-	-	-	61,874
Interfund loan receivable	210,446	28,133	112,224	19,136	4,602	-	105,155	479,696
Total current assets	211,486	28,133	174,998	29,243	4,602	-	105,705	554,167
Noncurrent assets:								
Capital assets, net of depreciation	-	-	195,180	-	-	-	74,228	269,408
Total noncurrent assets	-	-	195,180	-	-	-	74,228	269,408
Total assets	211,486	28,133	370,178	29,243	4,602	-	179,933	823,575
LIABILITIES								
Accounts payable	30,919	1,142	16,880	-	1,797	-	7,354	58,092
Accrued payroll	20,912	3,316	3,092	3,270	-	-	-	30,590
Total liabilities	51,831	4,458	19,972	3,270	1,797	-	7,354	88,682
NET POSITION								
Net investment in capital assets	-	-	195,180	-	-	-	74,228	269,408
Unrestricted	159,655	23,675	155,026	25,973	2,805	-	98,351	465,485
Total net position	\$ 159,655	23,675	350,206	25,973	2,805	-	172,579	734,893

TOWN OF YORK, MAINE
Nonmajor Proprietary Funds
Combining Statement of Revenues, Expenses and Changes in Net Position
For the year ended June 30, 2015

	Recreation	Mt. Agamenticus	Sohier Park	Outside Duty	Goodrich Park	Printing	Senior Center	Totals
Operating revenues:								
User fees	\$ 490,478	-	-	99,925	-	-	210,445	800,848
Sponsorships/memberships	50,175	-	-	-	-	-	16,023	66,198
Gift shop sales	-	-	475,769	-	-	-	-	475,769
Rental income	-	46,808	-	-	7,800	-	-	54,608
Donations	-	33,437	4,390	-	-	-	4,328	42,155
Other	-	-	-	-	-	1,215	14,155	15,370
Total operating revenues	540,653	80,245	480,159	99,925	7,800	1,215	244,951	1,454,948
Operating expenses:								
Cost of goods	-	-	250,310	-	-	-	40,844	291,154
Salaries and benefits	247,214	98,517	61,896	88,300	-	-	7,987	503,914
Training, meetings, and travel	1,576	100	350	-	-	-	527	2,553
Maintenance	2,826	774	2,006	-	5,510	-	3,591	14,707
Office expenses	21,034	3,713	2,745	-	-	-	4,321	31,813
Supplies	70,204	3,460	6,388	-	-	-	7,075	87,127
Contracts	179,341	12,318	11,690	-	178	-	167,962	371,489
Utilities	-	3,071	623	-	1,619	-	1,576	6,889
Fuel	-	-	-	-	-	-	2,186	2,186
Depreciation expense	-	-	5,070	-	-	-	8,248	13,318
Other	1,190	-	-	-	-	-	-	1,190
Total operating expenses	523,385	121,953	341,078	88,300	7,307	-	244,317	1,326,340
Operating income (loss)	17,268	(41,708)	139,081	11,625	493	1,215	634	128,608
Transfers in	-	39,500	-	3,190	-	-	-	42,690
Transfers out	-	-	(121,724)	(40,000)	-	-	-	(161,724)
Change in net position	17,268	(2,208)	17,357	(25,185)	493	1,215	634	9,574
Total net position, beginning of year, restated	142,387	25,883	332,849	51,158	2,312	(1,215)	171,945	725,319
Total net position, end of year	\$ 159,655	23,675	350,206	25,973	2,805	-	172,579	734,893

SCHEDULE

TOWN OF YORK, MAINE
General Fund Reserves
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
For year ended June 30, 2015

		Balance beginning of year	Interest	Donations	Charges for Services	Grants	Appropriations	Expenditures	Transfers in	Transfers out	Balance end of year
130	OT detail	\$ 3,852	-	-	-	-	-	-	-	-	3,852
131	Lawns to lobsters	-	-	5	-	-	-	-	-	-	5
133/483	Iron/Metal Recycling	28,198	-	-	19,297	-	-	-	-	-	47,495
134	Fire Equipment	258	-	10	-	-	-	-	-	-	268
401	350th	5,381	1	-	-	-	-	-	-	-	5,382
402	Airport Drive	22,113	-	-	-	-	-	-	-	-	22,113
403	Academic reimbursement	8,017	1	-	-	-	-	-	-	-	8,018
404	Animal welfare	22,916	-	-	-	-	-	-	-	-	22,916
408	Building	41,616	4	-	-	-	-	-	-	-	41,620
410	Bog Road	17,859	2	-	-	-	-	-	-	-	17,861
411	Emergency planning	-	-	-	-	74,487	-	3,135	44,263	-	115,615
412	Capital equipment	236,592	14	-	-	-	-	-	164,420	(98,560)	302,466
414	CEO	217,233	-	-	22,911	-	-	-	-	-	240,144
418	Conservation	2,260	-	-	-	-	-	-	-	-	2,260
422	Earned time	123,540	13	-	-	-	30,000	62,631	-	-	90,922
426	York Beach fire truck	2,026	-	-	-	-	-	-	-	-	2,026
428	Fishermen's Fund	1,034	-	-	-	-	-	-	-	-	1,034
430	Fishermen's Memorial	924	-	75	-	-	-	-	-	-	999
434	Goodrich Park	355	-	-	-	-	-	-	-	-	355
446	Heat	4,786	-	15,000	-	-	-	19,786	-	-	-
448	Historic markers	230	-	-	-	-	-	-	-	-	230
450	Hoist repair	5,107	-	-	2,061	-	-	-	-	-	7,168
454	Long Sands BH	468	-	-	-	-	-	-	-	-	468
460	Sohier Park Building	5,551	3	17,058	-	-	-	3,793	58,418	(77,857)	(620)
462	Off premise signs	1,764	-	-	-	-	-	-	-	-	1,764
464	Open space	81,965	8	-	-	-	-	-	-	-	81,973
465	Wheeler Marsh	12,976	-	-	-	-	-	-	-	-	12,976
470	Sohier Park maintenance	-	-	-	-	-	-	63,306	63,306	-	-
478	Unemployment	2,402	-	-	-	-	5,000	5,947	-	-	1,455
479	Village lights	1,747	-	-	-	-	-	508	-	-	1,239
480	Wheeler trust	1,874	-	-	-	-	-	-	-	-	1,874
467/489	Street openings	(5,760)	-	-	3,400	-	-	-	-	-	(2,360)
	Total	\$ 847,284	46	32,148	47,669	74,487	35,000	159,106	330,407	(176,417)	1,031,518