

The University of Maine

DigitalCommons@UMaine

Maine Town Documents

Maine Government Documents

2017

Town of Camden Maine Financial Audit 2017

Camden, Me.

Follow this and additional works at: <https://digitalcommons.library.umaine.edu/towndocs>

This Financial Report is brought to you for free and open access by DigitalCommons@UMaine. It has been accepted for inclusion in Maine Town Documents by an authorized administrator of DigitalCommons@UMaine. For more information, please contact um.library.technical.services@maine.edu.

Audited Financial Statements

Town of Camden, Maine

June 30, 2017



Proven Expertise and Integrity

TOWN OF CAMDEN, MAINE

CONTENTS

JUNE 30, 2017

	PAGE
INDEPENDENT AUDITORS' REPORT	1 - 3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4 - 12
<u>BASIC FINANCIAL STATEMENTS</u>	
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
STATEMENT A - STATEMENT OF NET POSITION	13
STATEMENT B - STATEMENT OF ACTIVITIES	14 - 15
FUND FINANCIAL STATEMENTS	
STATEMENT C - BALANCE SHEET – GOVERNMENTAL FUNDS	16
STATEMENT D - RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	17
STATEMENT E - STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	18
STATEMENT F - RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	19
STATEMENT G - STATEMENT OF NET POSITION – PROPRIETARY FUNDS	20
STATEMENT H - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	21
STATEMENT I - STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	22
STATEMENT J - STATEMENT OF NET POSITION – FIDUCIARY FUNDS	23
NOTES TO FINANCIAL STATEMENTS	24 - 57

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION DESCRIPTION	58
SCHEDULE 1 - BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS – BUDGET AND ACTUAL – GENERAL FUND	59
SCHEDULE 2 - SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY	60
SCHEDULE 3 - SCHEDULE OF CONTRIBUTIONS	61
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	62

OTHER SUPPLEMENTARY INFORMATION

OTHER SUPPLEMENTARY INFORMATION DESCRIPTION	63
SCHEDULE A - BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS – BUDGET AND ACTUAL – GENERAL FUND REVENUES	64
SCHEDULE B - SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND	65 - 67
SCHEDULE C - COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS	68
SCHEDULE D - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS	69
SPECIAL REVENUE FUNDS DESCRIPTION	70
SCHEDULE E - COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS	71 - 79
SCHEDULE F - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR SPECIAL REVENUE FUNDS	80 - 88
CAPITAL PROJECTS FUNDS DESCRIPTION	89
SCHEDULE G - COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS	90 - 93
SCHEDULE H - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR CAPITAL PROJECTS FUNDS	94 - 97

PERMANENT FUNDS DESCRIPTION	98
SCHEDULE I - COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS	99 - 100
SCHEDULE J - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – NONMAJOR PERMANENT FUNDS	101 - 102
GENERAL CAPITAL ASSETS DESCRIPTION	103
SCHEDULE K - SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION	104
SCHEDULE L - SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION	105
<u>FEDERAL COMPLIANCE</u>	
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	106 - 107



Proven Expertise and Integrity

INDEPENDENT AUDITORS' REPORT

Board of Selectmen
Town of Camden
Camden, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Camden, Maine as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town of Camden, Maine's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Camden, Maine as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof 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, budgetary comparison information and pension information on pages 4 through 12 and 59 through 62 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 Camden, Maine's basic financial statements. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund Revenues, Schedule of Departmental Operations – General Fund, combining and individual nonmajor fund financial statements and capital asset schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund Revenues, Schedule of Departmental Operations – General Fund, combining and individual nonmajor fund financial statements and capital asset

schedules are the responsibility of management and were derived from and related 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, Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund Revenues, Schedule of Departmental Operations – General Fund, combining and individual nonmajor fund financial statements and capital asset schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 19, 2018, on our consideration of the Town of Camden, Maine's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants 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 Camden, Maine's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
January 19, 2018

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

(UNAUDITED)

The following management's discussion and analysis of Town of Camden, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2017. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

The Town of Camden's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule and pension schedules, and other supplementary information which includes combining and other schedules.

Basic Financial Statements

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the Town's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regards to the Town's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position – this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities – this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above mentioned financial statements have separate columns for the two different types of Town activities. The types of activities presented for the Town of Camden are:

- *Governmental activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). Most of the Town's basic services are reported in governmental activities, which include general government, public safety, public services, health and welfare, leisure services and education.
- *Business-type activities* – These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. These activities for the Town of Camden include the Camden Snow Bowl.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Camden, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Town of Camden can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: Most of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental funds financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach, revenues, are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Town's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Town.

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

comparison between governmental funds and governmental activities. These reconciliations are presented on the page immediately following each governmental fund financial statement.

The Town of Camden presents six columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund, sewer operation, Charles Wood fund, Mountain View Cemetery and RMRA Redevelopment. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the Town legally adopted a budget. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

Proprietary Funds: The Town of Camden maintains one proprietary fund, the Camden Snow Bowl Fund. This fund is used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the Town of Camden. These funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Town's own programs. The accounting used for fiduciary funds are much like that of proprietary funds. They use the accrual basis of accounting.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Net Position – Fiduciary Funds.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund, a Schedule of Proportionate Share of the Net Pension Liability, a Schedule of Contributions and Notes to Required Supplementary Information.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

Government-Wide Financial Analysis

Our analysis below focuses on the net position, and changes in net position of the Town's governmental activities. The Town's total net position for governmental funds is \$16,575,104 compared to \$14,792,906 in the prior year, an increase of \$1,782,198. For the business-type activities, total net position is \$4,529,061 compared to \$4,377,357 in the prior year, an increase of \$151,704.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – is \$3,585,608 at the end of this year for governmental activities and a deficit of \$109,603 for the business-type activities.

Table 1
Town of Camden, Maine
Net Position
June 30,

	Governmental Activities		Business-type Activities	
	2016			
	2017	(Restated)	2017	2016
Assets:				
Current Assets	\$ 9,969,337	\$ 8,069,059	\$ 368,180	\$ 20,374
Capital Assets	13,268,147	13,284,730	4,786,675	4,837,192
Total Assets	23,237,484	21,353,789	5,154,855	4,857,566
Deferred Outflows of Resources:				
Deferred Outflows Related to Pensions	1,462,571	877,328	-	-
Total Deferred Outflows of Resources	1,462,571	877,328	-	-
Liabilities:				
Current Liabilities	821,029	864,125	492,300	480,209
Long-term Debt Outstanding	6,790,370	5,892,628	133,394	-
Total Liabilities	7,611,399	6,756,753	625,694	480,209
Deferred Inflows of Resources:				
Prepaid Taxes	1,508	131	-	-
Deferred Revenue	-	-	100	-
Deferred Inflows Related to Pensions	512,044	681,327	-	-
Total Deferred Inflows of Resources	513,552	681,458	100	-
Net Position:				
Net Investment in Capital Assets	8,500,609	8,518,852	4,638,664	4,837,192
Restricted	4,488,887	4,099,722	-	-
Unrestricted (Deficit)	3,585,608	2,174,332	(109,603)	(459,835)
Total Net Position	\$ 16,575,104	\$ 14,792,906	\$ 4,529,061	\$ 4,377,357

Table 2
Town of Camden, Maine
Change in Net Position
For the Years Ended June 30,

	Governmental Activities		Business-type Activities	
	2017	2016	2017	2016
Revenues				
<i>Program Revenues:</i>				
Charges for services	\$ 1,861,954	\$ 1,806,796	\$ 848,484	\$ 641,129
Operating grants and contributions	8,343	6,387	-	-
<i>General Revenues:</i>				
Taxes	18,461,973	17,892,434	-	-
Grants and contributions not restricted to specific programs	401,945	386,026	-	-
Investment income	576,359	250,226	564	-
Miscellaneous	1,147,311	877,060	59,222	66,512
Total Revenues	<u>22,512,349</u>	<u>21,273,625</u>	<u>908,270</u>	<u>707,641</u>
Expenses				
General government	2,063,206	2,158,407	-	-
Public safety	2,046,278	2,040,290	-	-
Public services	1,253,940	1,175,310	-	-
Health and welfare	21,214	6,150	-	-
Leisure services	1,018,257	995,980	-	-
Cemeteries	38,587	80,877	-	-
Education	10,513,130	10,511,615	-	-
County tax	1,196,237	1,124,041	-	-
Capital outlay	66,634	110,348	-	-
Interest on long-term debt	163,252	64,768	-	-
MCSWC assesment	208,973	202,969	-	-
Unclassified	1,843,140	1,778,735	-	-
Camden Snow Bowl	-	-	1,053,869	1,158,105
Total Expenses	<u>20,432,848</u>	<u>20,249,490</u>	<u>1,053,869</u>	<u>1,158,105</u>
Transfers	<u>(297,303)</u>	<u>(20,000)</u>	<u>297,303</u>	<u>20,000</u>
Change in Net Position	1,782,198	1,004,135	151,704	(430,464)
Net Position - July 1, Restated	<u>14,792,906</u>	<u>13,788,771</u>	<u>4,377,357</u>	<u>4,807,821</u>
Net Position - June 30	<u>\$ 16,575,104</u>	<u>\$ 14,792,906</u>	<u>\$ 4,529,061</u>	<u>\$ 4,377,357</u>

Revenues and Expenses

Revenues for the Town's governmental activities increased by 5.82%, while total expenses increased by .91%.

Revenues for the Town's business-type activities increased by 28.35%, while total expenses decreased by 9.00%.

Financial Analysis of the Town's Fund Statements

Governmental funds: The financial reporting focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information may be useful in assessing the Town's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's financial position at the end of the year, and the net resources available for spending.

Table 3
Town of Camden, Maine
Fund Balances - Governmental Funds
June 30,

	<u>2017</u>	<u>2016 (Restated)</u>
General Fund:		
Nonspendable	\$ 30,808	\$ 35,334
Restricted	19,000	97,658
Committed	-	297,303
Assigned	121,998	978,225
Unassigned	3,147,066	1,437,504
Total General Fund	<u>\$ 3,318,872</u>	<u>\$ 2,846,024</u>
Sewer Operation:		
Assigned	\$ 717,405	\$ 556,001
Total Sewer Operation	<u>\$ 717,405</u>	<u>\$ 556,001</u>
Charles Wood Fund:		
Restricted	\$ 2,053,426	\$ 1,851,810
Total Charles Wood Fund	<u>\$ 2,053,426</u>	<u>\$ 1,851,810</u>
Mountain View Cemetery:		
Restricted	\$ 1,190,347	\$ 1,064,628
Total Mountain View Cemetery	<u>\$ 1,190,347</u>	<u>\$ 1,064,628</u>
RMRA Redevelopment:		
Assigned	\$ 20,868	\$ -
Unassigned	-	(743,134)
Total RMRA Redevelopment	<u>\$ 20,868</u>	<u>\$ (743,134)</u>
Nonmajor Funds:		
Special Revenue Funds:		
Committed	\$ 392,319	\$ 299,648
Unassigned	(352,110)	(276,145)
Capital Projects Funds:		
Committed	801,070	774,453
Unassigned	(2,752)	(13,652)
Permanent Funds:		
Restricted	1,226,114	1,085,626
Total Nonmajor Funds	<u>\$ 2,064,641</u>	<u>\$ 1,869,930</u>

The general fund total fund balance increased by \$472,848 from the prior fiscal year. The sewer operation total fund balance increased by \$161,404 from the prior fiscal year. The Charles Wood fund total fund balance increased by \$201,616 from the prior fiscal year. The Mountain View Cemetery total fund balance increased by \$125,719 from the prior fiscal year. The RMRA Redevelopment total fund balance increased by \$764,002 from the prior fiscal year. The nonmajor fund balances increased by \$194,711 from the prior fiscal year.

Table 4
Town of Camden, Maine
Changes in Unassigned Fund Balance - General Fund
June 30, 2017

Unassigned Fund Balance June 30	Table 3	\$ 1,437,504
Unassigned Fund Balance July 1	Table 3	<u>3,147,066</u>
Increase (Decrease)		<u><u>\$ 1,709,562</u></u>
Additions Schedule 1		
Revenues surplus (deficit)		\$ 423,227
Appropriations surplus (deficit)		624,932
Deductions Schedule 1		
Use of Restricted fund balance		(42,917)
Use of Committed fund balance		(297,303)
Use of Assigned fund balance		(235,091)
Change in fund balance classification		
(Increase) decrease in Nonspendable		4,526
(Increase) decrease in Restricted		78,658
(Increase) decrease in Committed		297,303
(Increase) decrease in Assigned		<u>856,227</u>
Net increase (decrease) in Unassigned fund balance		<u><u>\$ 1,709,562</u></u>

Proprietary funds: The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Camden Snow Bowl fund had a reduction in net position of \$151,704 from the prior year.

Budgetary Highlights

There were no significant differences between the original and final budget for the general fund.

The general fund actual revenues exceeded the budget by \$423,227. This was a result of all revenue categories being receipted in excess of budgeted amounts with the exception of intergovernmental revenue.

The general fund actual expenditures were under budget by \$624,932. All expenditure categories were under budget with the exception of health and welfare, interest on debt service, unclassified and transfers to other funds.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2017, the net book value of capital assets recorded by the Town decreased by \$67,100. This decrease is a result of capital additions of \$771,673 less current year depreciation expense of \$838,773. Refer to Note 4 of Notes to Financial Statements for additional information.

Table 5
Town of Camden, Maine
Capital Assets (Net of Depreciation)
June 30,

	<u>2017</u>	<u>2016</u>
Land	\$ 1,436,384	\$ 1,436,384
Construction in progress	1,439,520	1,439,520
Land improvements	3,339,516	3,415,207
Buildings and improvements	3,837,927	3,982,296
Machinery, equipment and vehicles	4,222,660	4,343,399
Infrastructure	<u>3,778,815</u>	<u>3,505,116</u>
Total	<u><u>\$ 18,054,822</u></u>	<u><u>\$ 18,121,922</u></u>

Debt

At June 30, 2017, the Town had \$4,342,191 in bonds outstanding versus \$4,196,606 last year. Other obligations include capital leases payable, accrued compensated absences and net pension liability. Refer to Note 6 of Notes to Financial Statements for more detailed information.

Economic Factors and Next Year's Budgets and Rates

The Town's unassigned fund balance has fallen below a sufficient level to sustain government operations for a period of approximately two months. However, the Town also maintains significant reserve accounts for future capital and program needs.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors 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 Finance Department at 29 Elm Street, Camden, Maine 04843.

TOWN OF CAMDEN, MAINE

STATEMENT OF NET POSITION

JUNE 30, 2017

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 4,681,927	\$ 68,181	\$ 4,750,108
Investments	3,699,480	-	3,699,480
Accounts receivable (net of allowance for uncollectibles):			
Taxes/liens	1,013,106	-	1,013,106
Other	384,029	-	384,029
Due from other governments	5,357	-	5,357
Prepaid items	4,000	-	4,000
Tax acquired property	26,808	-	26,808
Internal balances	154,630	(154,630)	-
Total current assets	9,969,337	(86,449)	9,882,888
Noncurrent assets:			
Capital assets:			
Land and other assets not being depreciated	2,715,904	160,000	2,875,904
Buildings and vehicles net of accumulated depreciation	10,552,243	4,626,675	15,178,918
Total noncurrent assets	13,268,147	4,786,675	18,054,822
TOTAL ASSETS	23,237,484	4,700,226	27,937,710
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	1,462,571	-	1,462,571
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,462,571	-	1,462,571
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 24,700,055	\$ 4,700,226	\$ 29,400,281
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 130,591	\$ 4,508	\$ 135,099
Accrued payroll	62,292	-	62,292
Accrued expenses	11,331	-	11,331
Due to other governments	1,026	-	1,026
Current portion of long-term obligations	615,789	33,163	648,952
Total current liabilities	821,029	37,671	858,700
Noncurrent liabilities			
Noncurrent portion of long-term obligations:			
Bonds payable	3,935,319	-	3,935,319
Capital leases payable	276,618	133,394	410,012
Accrued compensated absences	240,753	-	240,753
Net pension liability	2,337,680	-	2,337,680
Total noncurrent liabilities	6,790,370	133,394	6,923,764
TOTAL LIABILITIES	7,611,399	171,065	7,782,464
DEFERRED INFLOWS OF RESOURCES			
Prepaid taxes	1,508	-	1,508
Deferred revenue	-	100	100
Deferred inflows related to pensions	512,044	-	512,044
TOTAL DEFERRED INFLOWS OF RESOURCES	513,552	100	513,652
NET POSITION			
Net investment in capital assets	8,500,609	4,638,664	13,139,273
Restricted	4,488,887	-	4,488,887
Unrestricted (deficit)	3,585,608	(109,603)	3,476,005
TOTAL NET POSITION	16,575,104	4,529,061	21,104,165
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 24,700,055	\$ 4,700,226	\$ 29,400,281

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

STATEMENT B

TOWN OF CAMDEN, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business- type Activities	Total
<u>Governmental activities:</u>							
General government	\$ 2,063,206	\$ 298,178	\$ -	\$ -	\$ (1,765,028)	\$ -	\$ (1,765,028)
Public safety	2,046,278	56,014	-	-	(1,990,264)	-	(1,990,264)
Public services	1,253,940	-	-	54,464	(1,199,476)	-	(1,199,476)
Health and welfare	21,214	-	8,343	-	(12,871)	-	(12,871)
Leisure services	1,018,257	310,181	-	-	(708,076)	-	(708,076)
Cemeteries	38,587	-	-	-	(38,587)	-	(38,587)
Education	10,513,130	-	-	-	(10,513,130)	-	(10,513,130)
County tax	1,196,237	-	-	-	(1,196,237)	-	(1,196,237)
Capital outlay	66,634	-	-	-	(66,634)	-	(66,634)
Interest on long-term debt	163,252	-	-	-	(163,252)	-	(163,252)
MCSWC assesment	208,973	-	-	-	(208,973)	-	(208,973)
Unclassified	1,843,140	1,197,581	-	-	(645,559)	-	(645,559)
Total governmental activities	20,432,848	1,861,954	8,343	54,464	(18,508,087)	-	(18,508,087)
<u>Business-type activities:</u>							
Camden Snow Bowl	1,053,869	848,484	-	-	-	(205,385)	(205,385)
Total business-type activities	1,053,869	848,484	-	-	-	(205,385)	(205,385)
Total government	\$ 21,486,717	\$ 2,710,438	\$ 8,343	\$ 54,464	(18,508,087)	(205,385)	(18,713,472)

STATEMENT B (CONTINUED)

TOWN OF CAMDEN, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

	Governmental Activities	Business- type Activities	Total
Changes in net position:			
Net (expense) revenue	(18,508,087)	(205,385)	(18,713,472)
General revenues:			
Taxes:			
Property taxes, levied for general purposes	17,407,833	-	17,407,833
Excise taxes	1,054,140	-	1,054,140
Grants and contributions not restricted to specific programs	401,945	-	401,945
Investment income, net of unrealized gains/(losses)	576,359	564	576,923
Miscellaneous	1,147,311	59,222	1,206,533
Transfers	(297,303)	297,303	-
Total general revenues and transfers	20,290,285	357,089	20,647,374
Change in net position	1,782,198	151,704	1,933,902
NET POSITION - JULY 1, RESTATED	14,792,906	4,377,357	19,170,263
NET POSITION - JUNE 30	\$ 16,575,104	\$ 4,529,061	\$ 21,104,165

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

STATEMENT C

TOWN OF CAMDEN, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2017

	General Fund	Sewer Operation	Charles Wood Fund	Mountain View Cemetery	RMRA Redevelopment	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 3,073,611	\$ 874,805	\$ 145,367	\$ 75,843	\$ -	\$ 512,301	\$ 4,681,927
Investments	-	-	1,901,365	1,117,559	-	680,556	3,699,480
Accounts receivables (net of allowance for uncollectibles):							
Taxes/liens	1,013,106	-	-	-	-	-	1,013,106
Other	31,213	342,942	5,075	2,983	-	1,816	384,029
Due from other governments	5,357	-	-	-	-	-	5,357
Prepaid items	4,000	-	-	-	-	-	4,000
Tax acquired property	26,808	-	-	-	-	-	26,808
Due from other funds	1,002,922	-	2,058	-	20,868	1,232,410	2,258,258
TOTAL ASSETS	\$ 5,157,017	\$ 1,217,747	\$ 2,053,865	\$ 1,196,385	\$ 20,868	\$ 2,427,083	\$ 12,072,965
LIABILITIES							
Accounts payable	\$ 116,023	\$ 14,032	\$ 439	\$ -	\$ -	\$ 97	\$ 130,591
Accrued payroll	55,891	6,401	-	-	-	-	62,292
Accrued expenses	11,331	-	-	-	-	-	11,331
Due to other governments	1,026	-	-	-	-	-	1,026
Due to other funds	1,255,336	479,909	-	6,038	-	362,345	2,103,628
TOTAL LIABILITIES	1,439,607	500,342	439	6,038	-	362,442	2,308,868
DEFERRED INFLOWS OF RESOURCES							
Prepaid taxes	1,508	-	-	-	-	-	1,508
Deferred tax revenues	397,030	-	-	-	-	-	397,030
TOTAL DEFERRED INFLOWS OF RESOURCES	398,538	-	-	-	-	-	398,538
FUND BALANCES (DEFICITS)							
Nonspendable	30,808	-	-	-	-	-	30,808
Restricted	19,000	-	2,053,426	1,190,347	-	1,226,114	4,488,887
Committed	-	-	-	-	-	1,193,389	1,193,389
Assigned	121,998	717,405	-	-	20,868	-	860,271
Unassigned	3,147,066	-	-	-	-	(354,862)	2,792,204
TOTAL FUND BALANCES (DEFICITS)	3,318,872	717,405	2,053,426	1,190,347	20,868	2,064,641	9,365,559
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 5,157,017	\$ 1,217,747	\$ 2,053,865	\$ 1,196,385	\$ 20,868	\$ 2,427,083	\$ 12,072,965

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

TOWN OF CAMDEN, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

	Total Governmental Funds
Total Fund Balances	\$ 9,365,559
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, net of accumulated depreciation	13,268,147
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	397,030
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	1,462,571
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(4,342,191)
Capital leases payable	(425,347)
Accrued compensated absences	(300,941)
Net pension liability	(2,337,680)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	(512,044)
Net position of governmental activities	<u>\$ 16,575,104</u>

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

TOWN OF CAMDEN, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	General Fund	Sewer Operation	Charles Wood Fund	Mountain View Cemetery	RMRA Redevelopment	Other Governmental Funds	Total Governmental Funds
REVENUES							
General tax revenue	\$ 18,396,823	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,396,823
Intergovernmental revenue	389,547	-	-	-	-	75,205	464,752
License and permits	182,163	-	-	-	-	-	182,163
Charges for services	482,210	1,197,581	-	-	-	-	1,679,791
Investment income, net of unrealized gains/(losses)	45,785	-	223,869	131,463	-	175,242	576,359
Other revenue	99,007	5,860	-	-	743,135	299,309	1,147,311
TOTAL REVENUES	<u>19,595,535</u>	<u>1,203,441</u>	<u>223,869</u>	<u>131,463</u>	<u>743,135</u>	<u>549,756</u>	<u>22,447,199</u>
EXPENDITURES							
Current:							
General government	1,746,014	-	-	-	-	-	1,746,014
Public safety	1,938,724	-	-	-	-	-	1,938,724
Public services	1,293,834	-	-	-	-	-	1,293,834
Health and welfare	21,214	-	-	-	-	-	21,214
Leisure services	974,233	-	-	-	-	-	974,233
Cemeteries	48,037	-	-	-	-	-	48,037
Education	10,513,130	-	-	-	-	-	10,513,130
County tax	1,196,237	-	-	-	-	-	1,196,237
Debt service:							
Principal	498,340	-	-	-	-	-	498,340
Interest	163,252	-	-	-	-	-	163,252
Capital improvements	335,249	75,750	-	-	-	-	410,999
MCSWC assesment	208,973	-	-	-	-	-	208,973
Unclassified	201,548	866,287	22,253	5,744	14,874	605,903	1,716,609
TOTAL EXPENDITURES	<u>19,138,785</u>	<u>942,037</u>	<u>22,253</u>	<u>5,744</u>	<u>14,874</u>	<u>605,903</u>	<u>20,729,596</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES	<u>456,750</u>	<u>261,404</u>	<u>201,616</u>	<u>125,719</u>	<u>728,261</u>	<u>(56,147)</u>	<u>1,717,603</u>
OTHER FINANCING SOURCES (USES)							
Bond proceeds	500,000	-	-	-	-	-	500,000
Transfers in	100,000	-	-	-	35,741	266,309	402,050
Transfers (out)	(583,902)	(100,000)	-	-	-	(15,451)	(699,353)
TOTAL OTHER FINANCING SOURCES (USES)	<u>16,098</u>	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>35,741</u>	<u>250,858</u>	<u>202,697</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	472,848	161,404	201,616	125,719	764,002	194,711	1,920,300
FUND BALANCES (DEFICITS) - JULY 1, RESTATED	<u>2,846,024</u>	<u>556,001</u>	<u>1,851,810</u>	<u>1,064,628</u>	<u>(743,134)</u>	<u>1,869,930</u>	<u>7,445,259</u>
FUND BALANCES (DEFICITS) - JUNE 30	<u>\$ 3,318,872</u>	<u>\$ 717,405</u>	<u>\$ 2,053,426</u>	<u>\$ 1,190,347</u>	<u>\$ 20,868</u>	<u>\$ 2,064,641</u>	<u>\$ 9,365,559</u>

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

TOWN OF CAMDEN, 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, 2017

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 1,920,300</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:	
Capital asset acquisitions	604,723
Depreciation expense	<u>(621,306)</u>
	<u>(16,583)</u>
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds	<u>585,243</u>
Revenues in the Statement of Activities that do not provide current financial resources are not reported	
Taxes and liens receivable	<u>65,150</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position	<u>(500,000)</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position	<u>498,340</u>
Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds	<u>169,283</u>
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Accrued compensated absences	69,038
Net pension liability	<u>(1,008,573)</u>
	<u>(939,535)</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ 1,782,198</u></u>

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

TOWN OF CAMDEN, MAINE

STATEMENT OF NET POSITION – PROPRIETARY FUNDS
JUNE 30, 2017

	Enterprise Fund Camden Snow Bowl
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 68,181
Due from other funds	-
Total current assets	<u>68,181</u>
Noncurrent assets:	
Capital assets:	
Land	160,000
Land improvements	1,814,298
Buildings and improvements	179,777
Machinery, equipment and vehicles	3,474,515
Total capital assets	<u>5,628,590</u>
Less: accumulated depreciation	<u>(841,915)</u>
Total noncurrent assets	<u>4,786,675</u>
TOTAL ASSETS	<u><u>\$ 4,854,856</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 4,508
Due to other funds	154,630
Current portion of long-term obligations	33,163
Total current liabilities	<u>192,301</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Capital leases payable	133,394
Total noncurrent liabilities	<u>133,394</u>
TOTAL LIABILITIES	<u>325,695</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred revenue	100
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>100</u>
NET POSITION	
Net investment in capital assets	4,638,664
Unrestricted (deficit)	<u>(109,603)</u>
TOTAL NET POSITION	<u>4,529,061</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u><u>\$ 4,854,856</u></u>

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

TOWN OF CAMDEN, MAINE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Enterprise Fund Camden Snow Bowl
OPERATING REVENUES	
Lodge rental	\$ 9,251
Lift tickets	557,418
Toboggan and tube income	75,614
Lesson and racing fees	103,148
Rental income	93,163
Food and merchandise	9,890
Other	59,222
TOTAL OPERATING REVENUES	<u>907,706</u>
OPERATING EXPENSES	
Administration	183,699
Lodge	33,433
Alpine	564,141
Toboggan Nationals	40,224
Snow Bowl reserves	14,905
Depreciation	217,467
TOTAL OPERATING EXPENSES	<u>1,053,869</u>
OPERATING INCOME (LOSS)	<u>(146,163)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest income	564
Interest expense	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>564</u>
NET INCOME (LOSS) BEFORE TRANSFERS	<u>(145,599)</u>
TRANSFERS	
Transfers in	297,303
Transfers (out)	-
TOTAL TRANSFERS	<u>297,303</u>
CHANGE IN NET POSITION	151,704
NET POSITION - JULY 1	<u>4,377,357</u>
NET POSITION - JUNE 30	<u><u>\$ 4,529,061</u></u>

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

TOWN OF CAMDEN, MAINE

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Enterprise Fund Camden Snow Bowl
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 848,484
Other receipts	59,222
Internal activity - receipts (payments) from/to other funds	(299,999)
Payments to employees	(190,733)
Payments to suppliers	(648,095)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(231,121)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	564
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>564</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital lease proceeds	166,950
Principal payments on debt	(18,939)
(Purchase) sale of capital assets	(166,950)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(18,939)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	47,807
CASH AND CASH EQUIVALENTS - JULY 1	<u>20,374</u>
CASH AND CASH EQUIVALENTS - JUNE 30	<u><u>\$ 68,181</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating income (loss)	\$ (146,163)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation and amortization expense	217,467
Changes in operating assets, deferred outflows of resources, liabilities and deferred inflows of resources:	
(Decrease) increase in accounts payable	4,508
(Decrease) increase in due to other funds	(299,999)
(Decrease) increase in compensated absences	(7,034)
(Decrease) increase in deferred revenue	100
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ (231,121)</u></u>

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

TOWN OF CAMDEN, MAINE

STATEMENT OF NET POSITION – FIDUCIARY FUNDS
JUNE 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash and cash equivalents	\$ 275
Investments	1,946
Accounts receivables (net of allowance for uncollectibles)	<u>29,357</u>
TOTAL ASSETS	<u><u>\$ 31,578</u></u>
LIABILITIES	
Due to other governments	\$ 5,357
Deposits held for others	<u>26,221</u>
TOTAL LIABILITIES	<u><u>\$ 31,578</u></u>

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

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Camden was incorporated under the laws of the State of Maine. The Town operates under Town selectmen-manager form of government and provides the following services: general government, public safety, public services, health and welfare, leisure services and education.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the Town has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Town has chosen not to do so.

The Town's combined financial statements include all accounts and all operations of the Town. We have determined that the Town has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

Implementation of New Accounting Standards

During the year ended June 30, 2017, the following statements of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 73, "*Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*". The objective of the Statement is to improve financial reporting by instituting a single framework for the presentation of information about pensions, thereby expanding the comparability of pension-related information reported by state and local governments. Management has determined that this Statement is not applicable.

Statement No. 74, "*Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*". The objective of the Statement is to improve the disclosure of information about benefits other than pensions (other postemployment benefits or OPEB) included in financial statements of state and local governments. This Statement will improve financial reporting through enhanced note disclosures and schedules of required supplementary information that will be presented by OPEB plans that are

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

administered through trusts that meet specified criteria. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 77, "*Tax Abatement Disclosures*". The objective of the Statement is to improve disclosure of information about the nature and magnitude of tax abatements, making these transactions more transparent to financial statement users. As such, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 80, "*Blending Requirements for Certain Component Units*". The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, Determining Whether Certain Organizations Are Component Units. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 81, "*Irrevocable Split-Interest Agreements*". The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. Split-interest agreements are a type of giving agreement used by donors to provide resources to two or more beneficiaries, including governments. Split-interest agreements can be created through trusts or other legally enforceable agreements with characteristics that are equivalent to split-interest agreements in which a donor transfers resources to an intermediary to hold and administer for the benefit of a government and at least one other beneficiary. Examples of these types of agreements include charitable lead trusts, charitable remainder trusts, and life-interests in real estate. As such, this Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Management has determined the impact of this Statement is not material to the financial statements.

Statement No. 82, "*Pension Issues*". The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, Financial Reporting for Pension Plans, No. 68, Accounting and Financial Reporting for Pensions, and No. 73, Accounting and Financial Reporting for Pensions and Related

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. Management has determined the impact of this Statement is not material to the financial statements.

Government-Wide and Fund Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Town's Camden Snow Bowl fund is categorized as a business-type activity. All other activities of the Town are categorized as governmental.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions and business-type activities (general government, public safety, etc.). The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Town does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

Measurement Focus - Basic Financial Statements & Fund Financial Statements

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the Town:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

Major Funds

- a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. The Sewer Operation Fund is used to account for sewer fees that are used for purposes related to the sewer.
- c. The Charles Wood Fund is used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- d. The Mountain View Cemetery Fund is used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.
- e. The RMRA Redevelopment Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment related to Ragged Mountain.

Nonmajor Funds

- f. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- g. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.
- h. Permanent Funds are used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Non-operating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the Town:

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Town programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. Component units that are fiduciary in nature have been excluded from these financial statements.

The Town's fiduciary funds are presented in the fiduciary fund financial statements by type (agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column, GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Basis of Accounting

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

1. Accrual

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

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Budget

The Town's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. Early in the second half of the year the Town prepares a budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.
2. A meeting of the inhabitants of the Town was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.
4. The Town does not adopt budgets for Special Revenue Funds.

Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be a cash equivalent. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Obligations of the U.S. Government, its agencies and instrumentalities.
- Certificates of deposits and other evidences of deposits at banks, savings and loan associations.
- Prime bankers' acceptances
- Prime commercial papers
- Repurchase agreements whose underlying collateral consist of the foregoing
- Money market mutual funds whose portfolios consist of the foregoing

It is the policy of the Town of Camden, Maine to invest public funds in a manner in which will provide safety of principal with a market rate of return while meeting the daily cash flow demands of the Town, and conforming to all state and local statutes governing the investment of public funds.

Receivables

Receivables include amounts due from governmental agencies, local businesses and sewer receivables. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. Allowances for uncollectible accounts netted with accounts receivable were \$389,386 for the year ended June 30, 2017. The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2017.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds". While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals, and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated fixed assets are valued at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. The Town has not retroactively recorded infrastructure.

Estimated useful lives are as follows:

Buildings	20 - 50 years
Infrastructure	50 - 100 years
Machinery and equipment	3 - 50 years
Vehicles	3 - 25 years

Long-term Obligations

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in government-wide statements. The long-term debt consists primarily of bonds payable, capital leases payable, compensated absences and net pension liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

proprietary funds is the same in the fund statements as it is in the government-wide statements.

Compensated Absences

The Town's policies regarding vacation and sick time do permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2017, the Town's liability for compensated absences is \$319,487.

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 Participating Local District (PLD) Consolidated Plan and additions to/deductions from the PLD Consolidated Plan's fiduciary net position have been determined on the same basis as they are reported by the PLD Consolidated 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.

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

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

Restricted – This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Town. The inhabitants of the Town through Town meetings are the highest level of decision-making authority of the Town. Commitments may be established, modified, or rescinded only through a Town meeting vote.

Assigned – This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is expressed by the Board of Selectmen.

Unassigned – This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town meeting vote has provided otherwise in its commitment or assignment actions.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will at times 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/expenditure) until then. The Town has only one type of

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

item, deferred outflows related to pensions. This item is reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times 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 Town has deferred tax revenues, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, this item is reported in the governmental funds balance sheet. Prepaid taxes also qualify for reporting in this category. This item is reported in both the statements of net position and governmental funds balance sheet. Deferred revenues and deferred inflows related to pensions qualify for reporting in this category as well. These items are reported only in the statement of net position. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied August 30, 2016 on the assessed value listed as of April 1, 2016, for all real and personal property located in the Town. Taxes were due in two installments on October 17, 2016 and May 1, 2017. Interest on unpaid taxes commenced on October 18, 2016 and May 2, 2017, at 7% per annum.

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. The remaining receivables have been recorded as deferred revenues.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to \$48,880 for the year ended June 30, 2017.

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.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Revenues

Program revenues include all directly related income items applicable to a particular program (charges to customers or applicants for goods, services, or privileges provided; operating or capital grants and contributions, including special assessments).

Operating/Nonoperating Proprietary Fund Revenues

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund's ongoing operations. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrance Accounting

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Town does not utilize encumbrance accounting for its general fund.

Use of Estimates

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Town's investment policies, which follow state statutes, require that all investments be made considering the safe and sound investment of principal and preservation of capital in the overall portfolio, maintenance of sufficient liquidity to meet day-to-day operations and other cash requirements and maximization of income, within established investment risk guidelines, with consistent cash flows throughout the budgetary cycle. These investment policies apply to all Town funds.

Deposits:

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits. The Town does not have a policy covering custodial credit risk for deposits. However, the Town maintains deposits in qualifying financial institutions that are a member of the

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes. At June 30, 2017, the Town's cash balance of \$4,750,383 was comprised of bank deposits amounting to \$4,831,389. Of these bank deposits, \$258,623 was insured by federal depository insurance and consequently was not exposed to custodial credit risk, \$250,000 was covered by the Securities Investor Protection Corporation (SIPC) and \$4,321,698 was collateralized with securities held by the financial institution in the Town's name. The remaining bank deposits of \$1,068 were uncollateralized and uninsured.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 4,571,698
Savings accounts	8,623
Cash and cash equivalents	251,068
	<u>\$ 4,831,389</u>

Investments:

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Town does not have a policy for custodial credit risk for investments. However, in accordance with its investment policy, the Town seeks to minimize custodial credit risk by doing business with authorized institutions, depositories and broker/dealers.

Of the Town's investments of \$3,701,426, \$1,946 was fully covered by federal depository insurance and consequently was not exposed to custodial credit risk, and \$250,000 was covered by the Securities Investor Protection Corporation (SIPC). The remaining investments of \$3,449,480 were uncollateralized and uninsured.

At June 30, 2017, the Town had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>N/A</u>	<u>< 1 Year</u>	<u>1 - 5 Years</u>	<u>> 5 Years</u>
Debt securities:					
Corporate bonds	\$ 1,131,702	\$ -	\$ 220,222	\$ 605,433	\$ 306,047
Equity securities:					
Mutual funds:					
Equities	2,325,066	2,325,066	-	-	-
Real estate investment trusts	79,392	79,392	-	-	-
Exchange traded funds	163,320	163,320	-	-	-
Certificates of deposit	1,946	-	-	1,946	-
	<u>\$ 3,701,426</u>	<u>\$ 2,567,778</u>	<u>\$ 220,222</u>	<u>\$ 607,379</u>	<u>\$ 306,047</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Hierarchy

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The Town has the following recurring fair value measurements as June 30, 2017:

	June 30, 2017 Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level I)	Significant Other Observable Inputs (Level II)	Significant Unobservable Inputs (Level III)
<u>Investments by fair value level</u>				
Debt securities:				
Corporate bonds	\$ 1,131,702	\$ -	\$ 1,131,702	\$ -
Total debt securities	<u>1,131,702</u>	<u>-</u>	<u>1,131,702</u>	<u>-</u>
Equity securities:				
Mutual funds and exchange traded funds	2,488,386	2,488,386	-	-
Real estate investment trusts	79,392	79,392	-	-
Total equity securities	<u>2,567,778</u>	<u>2,567,778</u>	<u>-</u>	<u>-</u>
Total investments by fair value level	<u>3,699,480</u>	<u>\$ 2,567,778</u>	<u>\$ 1,131,702</u>	<u>\$ -</u>
<u>Cash equivalents measured at the net asset value (NAV)</u>				
Money market mutual funds	251,068			
Total cash equivalents measured at the NAV	<u>251,068</u>			
Total investments and cash equivalents measured at fair value	<u>\$ 3,950,548</u>			

Equity securities classified in Level I of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued from publicly reliable sources or using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The Town has no Level 3 investments. The fair value of money market mutual funds that are measured at NAV per share (or its equivalent) is calculated as of June 30, 2017 in a manner consistent with the Financial Accounting Standards Board's measurement principles for investment companies. Certificates of deposit held with local financial institutions for \$1,946 are excluded from the hierarchy as these investments are considered held to maturity and are therefore not measured at fair value.

Credit risk – Statutes for the State of Maine authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Town does not have an investment policy on credit risk. Generally, the Town invests

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

excess funds in repurchase agreements, savings accounts and various insured certificates of deposit. Certain long-term trust funds are invested through a financial institution with trust powers in a mix of securities that comply with state and federal regulations to provide long-term growth and income. As of June 30, 2017, the Town's investments in corporate bonds were rated AA (\$101,325), AA- (50,096), A+ (\$120,898), A (\$382,211), A- (\$101,925), BBB+ (\$175,626), BBB (\$101,583) and BB- (\$98,038) by Standard & Poor's Rating Service.

Interest rate risk – is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from fluctuations in interest rates.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2017 consisted of the following individual fund receivables and payables.

	Receivables (Due from)	Payables (Due to)
General fund	\$ 1,002,922	\$ 1,255,336
Sewer Operations	-	479,909
Charles Wood Fund	2,058	-
Mountain View Cemetery	-	6,038
RMRA Development	20,868	-
Nonmajor special revenue funds	383,696	352,013
Nonmajor capital projects funds	801,070	2,752
Nonmajor permanent funds	47,644	7,580
Proprietary funds	-	154,630
	<u>\$ 2,258,258</u>	<u>\$ 2,258,258</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended June 30, 2017:

	Balance, 7/1/16	Additions	Disposals	Balance, 6/30/17
<u>Governmental activities</u>				
Non-depreciated assets:				
Land	\$ 1,276,384	\$ -	\$ -	\$ 1,276,384
Construction in progress	1,439,520	-	-	1,439,520
	<u>2,715,904</u>	<u>-</u>	<u>-</u>	<u>2,715,904</u>
Depreciated assets:				
Land improvements	2,415,957	61,750	-	2,477,707
Buildings and improvements	7,240,761	-	-	7,240,761
Machinery, equipment and vehicles	4,627,089	116,363	(16,895)	4,726,557
Infrastructure	4,934,413	426,610	-	5,361,023
	<u>19,218,220</u>	<u>604,723</u>	<u>(16,895)</u>	<u>19,806,048</u>
Less: accumulated depreciation	<u>(8,649,394)</u>	<u>(621,306)</u>	<u>16,895</u>	<u>(9,253,805)</u>
	<u>10,568,826</u>	<u>(16,583)</u>	<u>-</u>	<u>10,552,243</u>
Net capital assets	<u>\$ 13,284,730</u>	<u>\$ (16,583)</u>	<u>\$ -</u>	<u>\$ 13,268,147</u>
<u>Business-type activities</u>				
Non-depreciated assets:				
Land	\$ 160,000	\$ -	\$ -	\$ 160,000
	<u>160,000</u>	<u>-</u>	<u>-</u>	<u>160,000</u>
Depreciated assets:				
Land improvements	1,814,298	-	-	1,814,298
Buildings and improvements	179,777	-	-	179,777
Machinery, equipment and vehicles	3,307,565	166,950	-	3,474,515
	<u>5,301,640</u>	<u>166,950</u>	<u>-</u>	<u>5,468,590</u>
Less: accumulated depreciation	<u>(624,448)</u>	<u>(217,467)</u>	<u>-</u>	<u>(841,915)</u>
	<u>4,677,192</u>	<u>(50,517)</u>	<u>-</u>	<u>4,626,675</u>
Net capital assets	<u>\$ 4,837,192</u>	<u>\$ (50,517)</u>	<u>\$ -</u>	<u>\$ 4,786,675</u>
<u>Current year depreciation expense:</u>				
General government				\$ 132,183
Public safety				107,554
Public works				158,714
Leisure services				65,521
Wastewater				157,334
Subtotal governmental				<u>621,306</u>
Camden Snowbowl				217,467
Subtotal business-type				<u>217,467</u>
Total depreciation expense				<u>\$ 838,773</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 - SHORT-TERM DEBT

On August 5, 2016, the Town issued a tax anticipation note in anticipation of tax revenues to meet its operating obligations during the fiscal year. The note, a line of credit, allowed principal draws up to \$4,000,000 at .84% interest with a maturity date of June 30, 2017.

Short-term debt activity for the year ended June 30, 2017, was as follows:

	Balance, 7/1/16	Additions	Reductions	Balance, 6/30/17
Tax anticipation note	\$ -	\$ 2,500,000	\$ (2,500,000)	\$ -
Totals	<u>\$ -</u>	<u>\$ 2,500,000</u>	<u>\$ (2,500,000)</u>	<u>\$ -</u>

On April 27, 2017, the tax anticipation note was paid in full. Interest expense for short-term debt activity during the year totaled \$15,132.

NOTE 6 - LONG-TERM DEBT

The following is a summary of changes in the long-term debt for the year ended June 30, 2017:

	Balance, 7/1/16	Additions	Deletions	Balance, 6/30/17	Due Within One Year
<u>Governmental Activities</u>					
Bonds payable	\$ 4,196,606	\$ 500,000	\$ (354,415)	\$ 4,342,191	\$ 406,872
Capital leases payable	569,272	-	(143,925)	425,347	148,729
Accrued compensated absences	369,979	-	(69,038)	300,941	60,188
Net pension liability	1,329,107	1,008,573	-	2,337,680	-
Total Governmental Activities	<u>\$ 6,464,964</u>	<u>\$ 1,508,573</u>	<u>\$ (567,378)</u>	<u>\$ 7,406,159</u>	<u>\$ 615,789</u>
<u>Business-type Activities</u>					
Capital leases payable	\$ -	\$ 166,950	\$ (18,939)	\$ 148,011	\$ 14,617
Accrued compensated absences	25,580	-	(7,034)	18,546	18,546
Total Business-type Activities	<u>\$ 25,580</u>	<u>\$ 166,950</u>	<u>\$ (25,973)</u>	<u>\$ 166,557</u>	<u>\$ 33,163</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 - LONG-TERM DEBT (CONTINUED)

The following is a summary of the outstanding bonds payable:

	<u>Governmental Activities</u>
<u>Bonds</u>	
Library bond - \$350,000 2003 General obligation bond with interest rates from 2.085% - 4.285% per annum. Due in annual principal payments of \$23,334 plus interest. Maturity in November of 2018.	\$ 46,668
Public safety building - \$999,200 2003 General obligation bond with interest rates from 2.078% - 5.078% per annum. Due in annual principal payments of \$49,960 plus interest. Maturity in November of 2023.	349,720
Tannery building - \$ 836,000 2006 General obligation bond with interest rate of 3.79% per annum. Due in annual principal and interest payments of \$60,783. Maturity in August of 2025.	455,115
Wastewater treatment plant - \$885,000 2007 General obligation bond with an interest rate of 1.33% per annum. Due in annual principal and interest payments of \$68,745. Maturity in April of 2022.	331,170
Wastewater Rawson Ave - \$660,000 2010 General obligation bond with an interest rate of 1.00% per annum. Due in annual principal payments of \$44,000 plus interest. Maturity in July of 2025.	379,518
\$2,550,000 2016 General obligation bond with interest rates from 3.00% - 3.50% per annum. Annual principal payments of \$135,000 plus interest through December of 2024. Thereafter annual principal payments of \$80,000 plus interest through December of 2039.	2,280,000
\$500,000 2016 General obligation bond with interest rates from 1.16% - 2.13% per annum. Annual principal payments of \$50,000 plus interest through November of 2026.	500,000
	<u>\$ 4,342,191</u>

The following is a summary of outstanding bond principal and interest requirements for the following fiscal years ending June 30:

	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2018	\$ 406,872	\$ 122,685	\$ 529,557
2019	409,351	113,081	522,432
2020	388,571	102,930	491,501
2021	391,167	95,148	486,315
2022	393,911	84,711	478,622
2023-2027	1,312,319	261,771	1,574,090
2028-2032	400,000	139,450	539,450
2033-2037	400,000	76,000	476,000
2038-2042	240,000	12,600	252,600
	<u>\$ 4,342,191</u>	<u>\$ 1,008,376</u>	<u>\$ 5,350,567</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 6 - LONG-TERM DEBT (CONTINUED)

All bonds payable are direct obligations of the Town, for which its full faith and credit are pledged. The Town is not obligated for any special assessment debt. All debt is payable from taxes levied on all taxable property within the Town.

The following is a summary of the outstanding capital leases payable:

	Governmental Activities	Business-type Activities
<u>Capital Leases</u>		
Fire truck - 2013 Capital lease payable to Oshkosh Capital for a fire truck, due in installments of \$67,198 through December of 2018. Interest is charged as a rate of 3.28% per annum.	\$ 128,062	\$ -
Sidewalk snowplow - 2013 Capital lease payable to Gorham Leasing for sidewalk plow. Due in annual installments of \$15,176 through November of 2022. Interest is charged as a rate of 4.16% per annum.	79,144	-
Wheel loader - 2014 Capital lease payable to Gorham Leasing for case wheel loader. Due in annual installments of \$16,671 through December of 2019. Interest is charged as a rate of 3.39% per annum.	46,805	-
Dump truck - 2013 Capital lease payable to Gorham Leasing for Western Star dump truck. Due in annual installments of \$11,590 through December of 2019. Interest is charged as a rate of 3.39% per annum.	32,540	-
Plow assembly - 2013 Capital lease payable to Gorham Leasing for Aeverest plow assesmbly. Due in annual installments of \$10,552 through June of 2020. Interest is charged as a rate of 3.39% per annum.	29,626	-
International truck - 2015 Capital lease payable to Gorham Leasing for an International dump truck. Due in annual installments of \$14,974 through April of 2021. Interest is charged as a rate of 3.33% per annum.	55,224	-
T4 loader - 2015 Capital lease payable to Gorham Leasing for Case T4 loader. Due in annual installments of \$14,859 through April of 2020. Interest is charged as a rate of 3.19% per annum.	41,877	-
Kubota tractor - 2015 Capital lease payable to Gorham Leasing for a Kubota tractor. Due in annual installments of \$12,414 through April of 2018. Interest is charged as a rate of 2.86% per annum.	12,069	-
Snow Groomer - 2016 Capital lease payable to Androscoggin Bank for a snow groomer. Due in annual installments of \$18,939 through November of 2025. Interest is charged as a rate of 2.92% per annum.	-	148,011
	<u>\$ 425,347</u>	<u>\$ 148,011</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 - LONG-TERM DEBT (CONTINUED)

Future minimum payments, by year and in the aggregate, under these leases are as follows:

	Governmental Activities	Business-type Activities
2018	\$ 163,436	\$ 18,939
2019	151,022	18,939
2020	83,823	18,939
2021	30,151	18,939
2022	15,176	18,939
2023-2027	15,176	75,756
Total minimum lease payments	458,784	170,451
Less: Amount representing interest	(33,437)	(22,440)
Present value of future minimum lease payments	<u>\$ 425,347</u>	<u>\$ 148,011</u>

NOTE 7 - NONSPENDABLE FUND BALANCES

At June 30, 2017, the Town had the following nonspendable fund balances:

General fund:	
Prepaid items	\$ 4,000
Tax acquired property	26,808
	<u>\$ 30,808</u>

NOTE 8 - RESTRICTED FUND BALANCES

At June 30, 2017, the Town had the following restricted fund balances:

General fund:	
Unexpended bond balance - sewer	\$ 19,000
Charles Wood fund	2,053,426
Mountain View Cemetery	1,190,347
Nonmajor permanent funds (Schedule I)	1,226,114
	<u>\$ 4,488,887</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 9 - COMMITTED FUND BALANCES

At June 30, 2017, the Town had the following committed fund balances:

Nonmajor special revenue funds (Schedule E)	\$ 392,319
Nonmajor capital projects funds (Schedule G)	801,070
	<u>\$ 1,193,389</u>

NOTE 10 - ASSIGNED FUND BALANCES

At June 30, 2017, the Town had the following assigned fund balances:

General fund:	
Carry forwards	\$ 121,998
Sewer Operation	717,405
RMRA Redevelopment	20,868
	<u>\$ 860,271</u>

NOTE 11 - DEFICIT FUND BALANCES

At June 30, 2017, the Town had the following deficit fund balances:

Tannery Riverwalk	\$ 2,525
Route 105 Sidewalk Extension	9,620
Ship/Hoist Walkway Grant	112,074
Lupine Terrance Grant	50
Project Canopy	12,208
Town Clock	75,000
Oak Hill Cemetery Memorial	10,894
Opera House Productions	25,959
KNX	835
FICA/Medicare	4,657
Gasoline	58,349
Seabright Hydro Fund	39,939
Economic Development	1,771
Public Works Equipment	981
	<u>\$ 354,862</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 12 - OVERLAPPING DEBT

The Town is responsible for its proportionate share of any defaulted debt by entities of which it is a member. As of June 30, 2017, the Town's share was as follows:

	Outstanding Debt	Town's Percentage	Total Share
Five Town CSD	\$ 4,707,205	36.73%	\$ 1,728,956
RSU No. 28	10,166,829	55.62%	5,654,790
County of Knox	1,820,000	16.41%	298,605
			<u>\$ 7,682,351</u>

NOTE 13 - DEFINED BENEFIT PENSION PLAN

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM

Plan Description

Town employees contribute to the Maine Public Employees Retirement System (MainePERS), a cost-sharing multiple-employer defined benefit pension plan established by the Maine State Legislature. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the Participating Local District (PLD) Consolidated Plan's advisory group, which reviews the terms of the plan and periodically makes recommendations to the Legislature to amend the terms. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the Consolidated Plan. That report may be obtained online at www.mainebers.org or by contacting the System at (207) 512-3100.

Benefits Provided

The Maine Public Employees Retirement System provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. The System's retirement programs 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 (effective October 1, 1999, the prior ten year requirement was reduced by legislative action to five years for employees of PLDs). 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 or 65. 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

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

retirement age at retirement. The System also provides disability and death benefits which are established by contract with PLD employers under applicable statutory provisions.

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual rate of interest credited to members' accounts is set by the System's Board of Trustees and is currently 5.0%.

Contributions

Retirement benefits are funded by contributions from members and employers and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. The Town's employees are part of the PLD's regular plan "AC" and special plan "2C" and are required to contribute 8.0% and 8.0%, respectively of their annual salary and the Town is required to contribute at an actuarially determined rate. The current rate is 9.5% for regular plan "AC" members covered payroll and 9.1% for special plan "2C" members covered payroll. The contribution rates of plan members and the Town are established and may be amended by the Maine Public Employee Retirement Systems advisory group. The Town's contribution to the MainePERS PLD Consolidated Plan for the year ended June 30, 2017 was \$208,744.

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

At June 30, 2017, the Town reported a liability of \$2,337,680 for its proportionate share of the net pension liabilities for the plan. The net pension liabilities were measured as of June 30, 2016, and the total pension liabilities used to calculate the net pension liabilities was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liabilities were based on a projection of the Town's long-term share of contributions to each pension plan relative to the projected contributions of all PLDs, actuarially determined. At June 30, 2016, the Town's proportion was 0.439967%, which was an increase of 0.023380% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, the Town recognized net pension expense of \$254,047. At June 30, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

	PLD Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 28,338	\$ 150,357
Changes of assumptions	250,605	-
Net difference between projected and actual earnings on pension plan investments	863,849	359,523
Changes in proportion and differences between employer contributions and proportionate share of contributions	111,035	2,164
Contributions subsequent to the measurement date	208,744	-
Total	<u>\$ 1,462,571</u>	<u>\$ 512,044</u>

\$208,744 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 liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PLD Plan
Plan year ended June 30:	
2017	\$ 176,774
2018	121,996
2019	308,282
2020	134,731
2021	-
Thereafter	-

Actuarial Methods and Assumptions

The collective total pension liability for the Plan was determined by an actuarial valuation as of June 30, 2016, using the following methods and assumptions applied to all periods included in the measurement:

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Cost Method

The Entry Age Normal actuarial funding method is used to determine costs. Under this funding method, the total employer contribution rate consists of two elements: the normal cost rate and the unfunded actuarial liability (UAL) rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each employee. This rate is determined by taking the value, as of age at entry into the plan, of the member's projected future benefits, and dividing it by the value, also as of the member's entry age, of his or her expected future salary. The normal cost for each employee is the product of his or her pay and his or her normal cost rate. The normal cost for the group is the sum of the normal costs for all members.

Experience gains and losses, i.e., decreases or increases in liabilities and/or in assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

Asset Valuation Method

The actuarial valuation employs a technique for determining the actuarial value of assets which dampens the swing in the market value. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

Amortization

The net pension liability of the PLD Consolidated Plan is amortized on a level percentage of payroll using a method where a separate twenty-year closed period is established annually for the gain or loss for that year.

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2016 are as follows:

Investment Rate of Return - For the PLD Plan, 6.875% per annum, compounded annually; 7.125% was used for the period ended June 30, 2015.

Salary Increases, Merit and Inflation - Members of the consolidated plan for PLDs, 2.75% to 9.00% per year.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

Mortality Rates - For participating local districts, the RP2014 Total Dataset Healthy Annuitant Mortality Table, for males and females, is used. For all recipients of disability benefits, the RP2014 Total Dataset Disabled Annuitant Mortality Table, for males and females, is used.

Cost of Living Benefit Increases - 2.20%; 2.55% was used for the period ended June 30, 2015.

The long-term expected rate of return on pension plan assets 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 class of assets. 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 June 30, 2016 are summarized in the following table. Assets for the defined benefit plan are comingled for investment purposes.

Asset Class	PLD Plan	
	Target Allocation	Long-term Expected Real Rate of Return
US equities	20%	5.7%
Non-US equities	20%	5.5%
Private equity	10%	7.6%
Real assets:		
Real estate	10%	5.2%
Infrastructure	10%	5.3%
Hard assets	5%	5.0%
Fixed income	25%	2.9%

Discount Rate

The discount rate used to measure the collective total pension liability was 6.875% for 2016. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. 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 liability.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

The following table shows how the collective net pension liability/(asset) as of June 30, 2016 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate. The current rate is 6.875% for the PLD Consolidated Plan.

	1% Decrease	Discount Rate	1% Increase
PLD Plan:			
Discount rate	5.875%	6.875%	7.875%
Town's proportionate share of the net pension liability	\$ 3,880,127	\$ 2,337,680	\$ 885,520

Changes in Net Pension Liability

Each employer's share of the collective net pension liability is equal to the collective net pension liability multiplied by the employer's proportionate share as of June 30, 2016 as shown in the schedules of employer and non-employer contributing entity allocations. Changes in net pension liability are recognized in pension expense for the year ended June 30, 2016 with the following exceptions.

Differences between Expected and Actual Experience

The difference between expected and actual experience with regard to economic or demographic factors were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. For 2016, this was 4 years for the PLD Consolidated Plan.

Differences between Projected and Actual Investment Earnings on Pension Plan Investments

Differences between projected and actual investment earnings were recognized in pension expense using a straight-line amortization method over a closed five-year period. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Changes in Assumptions

Differences due to changes in assumptions about future economic or demographic factors or other inputs were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 - DEFINED BENEFIT PENSION PLAN (CONTINUED)

remaining service lives of active and inactive members in each plan. The actuarial assumptions used for the year ended June 30, 2016 valuation were based on the results of an actuarial experience study for the period of June 30, 2012 through June 30, 2015. Please refer to the Actuarial Methods and Assumptions section for information relating to changes of assumptions. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions

Differences resulting from a change in proportionate share of contributions and differences between total employer contributions and the employer's proportionate share of contributions were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. Differences between total employer contributions and the employer's proportionate share of contributions may arise when an employer has a contribution requirement for an employer specific liability.

Pension Plan Fiduciary Net Position

Additional financial and actuarial information with respect to the Plan can be found in the MainePERS' 2016 Comprehensive Annual Financial Report available online at www.mainebers.org or by contacting the System at (207) 512-3100.

NOTE 14 - DEFERRED COMPENSATION PLAN

INTERNATIONAL CITY MANAGEMENT ASSOCIATION RETIREMENT
CORPORATION

A. Plan Description

The Town contributes to a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457 through the International City Management Association Retirement Corporation (ICMA-RC). The plan, available to all Town employees permits them to defer a portion of their salary, in addition to Town contributions until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen emergency.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 14 - DEFERRED COMPENSATION PLAN (CONTINUED)

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) to be held in a trust for the exclusive benefit of the participants and their beneficiaries.

It is the opinion of the Town's management that the Town has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

B. Funding Policy

The contribution requirements of plan members and the Town are established and may be amended by the Town's Board of Selectmen. Generally, the Town will contribute 5 to 6% of annual salary for full-time employees that participate in the Town's deferred compensation plan. The Town will make a contribution to either MSRS or the ICMA plan, but not both.

The Town's contributions to the plan including employee contributions for 2017 and 2016 was \$25,868 and \$180,592, respectively.

NOTE 15 - EXPENDITURES OVER APPROPRIATIONS

At June 30, 2017, the Town had the following overspent appropriations:

Administration, assessing & finance	\$ 2,463
Professional services	50,853
Information technology	8,873
Opera House/auditorium	37,086
Hydrant rental	3,593
Street lights	6,277
General assistance	20,214
Harbor and landing	13,580
Debt service - interest	5,889
Capital improvements:	
Public safety	1,600
Highway/street/bridges	112,292
Leisure services	35,739
Contingency	132,012
	<u>\$ 430,471</u>

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 16 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Town's financial position.

The Town participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Town's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

NOTE 17 - 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 participates in a public entity risk pool sponsored by the Maine Municipal Association. The Maine Municipal Association Group Risk Pool is a state chartered pool established exclusively for Maine municipalities. The pool provides certain property, liability, fidelity and vehicle coverage. If the assets of the pool are at any time actuarially determined to be insufficient to enable the pool to discharge its legal obligations, other obligations, and actuarially sound reserves, the pool has the power to make up the deficiency by the levy of a prorated assessment. There have been no deficiencies during the past three years and management believes that no deficiency exists at June 30, 2017.

The Town is a member of the Maine Municipal Association – Property and Casualty Pool and pays an annual premium for its coverage. Under the property portion of the policy, coverage is provided after a per occurrence deductible is met. The limit of coverage for liability claims brought under the Maine Tort Claims Act is \$400,000 per occurrence. A \$2,000,000 limit of liability is provided for liability claims outside the Maine Tort Claims Act. There is no aggregate liability limit. Coverage for Public Officials Liability, including Employment Practices, is a part of the program. Coverage is on an occurrence basis, rather than a "claims made" form. A \$2,000,000 limit of liability is provided for all claims for Wrongful Acts seeking monetary damages pursuant to federal or state law for which the Maine Tort Claims Act does not provide immunity or limitations. Each member has a \$4,000,000 annual aggregate limit. An annual sublimit of \$100,000 per member applies for all back wages and/or future salary awards for employment related claims, subject to a \$5,000 retention and a 10% contribution by the member.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 17 - RISK MANAGEMENT (CONTINUED)

The Town is also a member of the Maine Municipal Association – Worker Compensation Trust Fund (“Fund”). The Fund was created to formulate, develop and administer a program of modified self-funding for the Fund’s membership, obtain lower costs for worker’s compensation coverage and develop a comprehensive loss control program. The Town pays an annual premium to the fund for its worker’s compensation coverage. The Town’s agreement with the Fund provides that the fund will be self-sustaining through member premiums and will provide, through commercial companies’ reinsurance contracts, coverage for claims in excess of \$1,000,000.

The Town is also a member of the Maine Municipal Association – Unemployment Compensation Group Fund (“MMA UC Fund”). The MMA UC Fund was created to assist in meeting members’ obligations under the Employment Security Act in an efficient and cost-effective manner. The Fund is composed of individual municipalities and other public and related non-profit entities that are individually self-insured but administered as a group. Within the Fund, each member has a separate account. As such, the Town makes quarterly payments into their account, based on rates developed by MMA’s consulting actuary. Claims, if any, are paid out of the Town’s own account. The Maine Department of Labor classifies MMA’s UC Fund members as Direct Reimbursement Employers. In other words, the Fund reimburses the Maine DOL on the Town’s behalf only when the Town has unemployment claims from present or former employees.

Occasionally, the Town may have layoffs or resignations or even a part-time employee losing a primary job, that lead to larger claims payments than anticipated. When claims exceed the balance of the Town’s account, the UC Fund continues to pay the Town’s claims with no regard for the negative balance. Repayment of a negative balance is spread out over a period of years to avoid a financial hardship to the Town.

Based on the coverage provided by the insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded as of June 30, 2017. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

NOTE 18 - TAX INCREMENT FINANCING DISTRICT & ABATEMENTS

The Town has established a tax increment financing district in accordance with Maine statutes to finance development programs located in the Town of Camden, Maine. The expenditures from the development programs will be recovered in future years through an incremental tax levied upon the district’s so called “captured assessed value”. A portion of the incremental tax revenues will be returned to the district to repay

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 18 - TAX INCREMENT FINANCING DISTRICT & ABATEMENTS (CONTINUED)

principal and interest on any indebtedness, to fund the expenditures of the development program, and to finance future expansion.

Town of Camden Downtown Municipal Tax Increment Financing District

On March 26, 2010, the Camden Board of Selectmen, as well as the Maine Department of Economic and Community Development, approved a Tax Increment Financing District to expand and diversify the Town's tax base and improve its economy through commercial development. The area of the District is 37.81 acres. The potential projects that will be implemented under this Development Program include: improvements to harbor boardwalk and construction of footbridge, Riverwalk construction, dam improvements, sidewalk expansions and relocation of displaced parking, Opera House improvements, movie theater renovation, storm drainage infrastructure improvements and other infrastructure improvements related to sidewalks, parking and lighting. The original assessed value of the property is \$85,422,500. The Town anticipates over the life of the district that new development, rehabilitation, and redevelopment will result in approximately \$35,225,100 in new taxable value. Tax increment revenues generated from this value over the life of the district will be approximately \$1,970,740. The Development Program provides for 100% of the increase in assessed value of the District to be captured and designated as captured assessed value. The tax increment revenues will be deposited by the Town into the Development Program Fund for a period of 20 years. The Development Program Fund is pledged to and charged with the payment of the project costs in the manner provided in 30-A M.R.S.A. §5801.

The TIF District will remain in place for a period of 20 years from adoption. The allocation of tax increment revenues, through a credit enhancement agreement, to be paid to owners/developers of specified property, will commence by agreement between the Town and the owner/developer and will continue for a period not to exceed 20 years or the remainder of the term of the District designation, whichever is less. No more than 60% of the property taxes to be generated on the improvements within the District will be returned to the developer. The remaining amount will be retained by the Town and used to fund the development plan of the District. The Selectmen shall determine, in its discretion, whether it is necessary or appropriate to enter any Credit Enhancement Agreement to grant these abatements. The state law does not provide for the recapture of abated taxes in the event an abatement recipient does not fill the commitment it makes in return for the tax abatement. The Town reserves the right to incur indebtedness to finance, in part or in whole, the projects within the Development Program.

TOWN OF CAMDEN, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 18 - TAX INCREMENT FINANCING DISTRICT & ABATEMENTS (CONTINUED)

Abatelements

The Town has not made any commitments as part of the Credit Enhancement Agreements other than to reduce taxes. The Town is not subject to any tax abatement agreements entered into by other governmental entities. The Town currently has no tax abatement agreements.

NOTE 19 - RESTATEMENTS

The beginning fund balance of the general fund and the net position of the governmental activities have been restated as of July 1, 2016. These balances were restated to correct various account balances in the general fund. The beginning fund balance of the general fund and the net position of the governmental activities were both restated by \$60,933.

NOTE 20 - COMPARATIVE DATA/RECLASSIFICATIONS

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the Town's financial position and operations. Also, certain amounts presented in the prior year's data have been reclassified to be consistent with the current year's presentation.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Government Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions
- Notes to Required Supplementary Information

TOWN OF CAMDEN, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
 BUDGET AND ACTUAL – GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		Actual	Variance
	Original	Final	Amounts	Positive (Negative)
Budgetary Fund Balance, July 1, Restated	\$ 2,846,024	\$ 2,846,024	\$ 2,846,024	\$ -
Resources (Inflows):				
General tax revenue	18,217,965	18,217,965	18,396,823	178,858
Intergovernmental revenue	409,293	409,293	389,547	(19,746)
License and permits	162,000	162,000	182,163	20,163
Charges for services	421,550	421,550	482,210	60,660
Investment income	3,000	3,000	45,785	42,785
Other revenue	58,500	58,500	99,007	40,507
Bond proceeds	500,000	500,000	500,000	-
Transfers from other funds	-	-	100,000	100,000
Amounts Available for Appropriation	<u>22,618,332</u>	<u>22,618,332</u>	<u>23,041,559</u>	<u>423,227</u>
Charges to Appropriations (Outflows):				
General government	1,797,724	1,797,724	1,746,014	51,710
Public safety	1,987,788	1,987,788	1,938,724	49,064
Public services	1,425,809	1,425,809	1,293,834	131,975
Health and welfare	1,000	1,000	21,214	(20,214)
Leisure services	1,011,896	1,011,896	974,233	37,663
Cemeteries	91,369	91,369	48,037	43,332
Education	10,513,130	10,513,130	10,513,130	-
County tax	1,196,254	1,196,254	1,196,237	17
Debt service:				
Principal	606,682	606,682	498,340	108,342
Interest	157,363	157,363	163,252	(5,889)
Capital improvements	650,910	712,590	335,249	377,341
MCSWC assessment	208,973	208,973	208,973	-
Unclassified	88,880	88,880	201,548	(112,668)
Transfers to other funds	481,833	548,161	583,902	(35,741)
Total Charges to Appropriations	<u>20,219,611</u>	<u>20,347,619</u>	<u>19,722,687</u>	<u>624,932</u>
Budgetary Fund Balance, June 30	<u>\$ 2,398,721</u>	<u>\$ 2,270,713</u>	<u>\$ 3,318,872</u>	<u>\$ 1,048,159</u>
Utilization of assigned fund balance	\$ 150,000	\$ 235,091	\$ -	\$ (235,091)
Utilization of committed fund balance	297,303	297,303	-	(297,303)
Utilization of restricted fund balance	-	42,917	-	(42,917)
	<u>\$ 447,303</u>	<u>\$ 575,311</u>	<u>\$ -</u>	<u>\$ (575,311)</u>

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

TOWN OF CAMDEN, MAINE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS*

	2017	2016	2015
<u>PLD Plan:</u>			
Proportion of the net pension liability	0.44%	0.42%	0.40%
Proportionate share of the net pension liability	\$ 2,337,680	\$ 1,329,107	\$ 615,806
Covered employee payroll	\$ 2,319,694	\$ 2,183,154	\$ 2,134,299
Proportionate share of the net pension liability as a percentage of its covered employee payroll	100.78%	60.88%	28.85%
Plan fiduciary net position as a percentage of the total pension liability	81.61%	88.27%	94.10%

* The amounts presented for each fiscal year were determined as of June 30, and are for those years for which information is available.

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

TOWN OF CAMDEN, MAINE

SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>PLD Plan:</u>			
Contractually required contribution	\$ 208,744	\$ 206,453	\$ 170,286
Contributions in relation to the contractually required contribution	<u>(208,744)</u>	<u>(206,453)</u>	<u>(170,286)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 2,208,782	\$ 2,319,694	\$ 2,183,154
Contributions as a percentage of covered employee payroll	9.45%	8.90%	7.80%

* The amounts presented for each fiscal year are for those years for which information is available.

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

TOWN OF CAMDEN, MAINE

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2017

Changes of Assumptions

There was a change in the investment rate of return assumption this year from 7.125% to 6.875%. Annual salary increases, including inflation, changed from 3.50% - 9.50% to 2.75% - 9.00%, for the PLD Consolidated Plan. There was also a change in the cost of living benefit increase from 2.55% to 2.20%. Finally, the mortality rates for active members, nondisabled retirees and recipients of disability benefits, were determined using the RP2014 Total Dataset Healthy Annuitant Mortality Table and the RP2014 Total Dataset Disabled Annuitant Mortality Table, for males and females, compared to the RP2000 Tables projected forward and the Revenue Ruling 96-7 Disabled Mortality Table used in the prior year.

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

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Government Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues
- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds
- Combining Balance Sheet - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds
- Schedule of General Capital Assets by Function
- Schedule of Changes in General Capital Assets by Function

TOWN OF CAMDEN, MAINE

**BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
BUDGET AND ACTUAL – GENERAL FUND REVENUES
FOR THE YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
General tax revenues:				
Property taxes	\$ 17,385,965	\$ 17,385,965	\$ 17,342,683	\$ (43,282)
Excise taxes	832,000	832,000	1,054,140	222,140
Intergovernmental revenues:				
State revenue sharing	172,000	172,000	183,194	11,194
Tree growth reimbursement	8,500	8,500	-	(8,500)
Vet exemption reimbursement	6,000	6,000	-	(6,000)
Homestead reimbursement	114,833	114,833	80,851	(33,982)
BETE reimbursement	15,010	15,010	15,114	104
Local road assistance	55,000	55,000	54,464	(536)
Snowmobile revenue	500	500	291	(209)
Pumpout boat revenue	19,000	19,000	17,554	(1,446)
State park reimbursement	4,000	4,000	8,343	4,343
Other intergovernmental	14,450	14,450	29,736	15,286
Licenses and permits				
Animal control fees	2,000	2,000	2,656	656
Town clerk fees	10,000	10,000	12,942	2,942
Plumbing fees	7,000	7,000	4,865	(2,135)
Building permits	52,000	52,000	64,880	12,880
Administrative fees	16,000	16,000	16,326	326
Cable/TV franchise	70,000	70,000	74,860	4,860
Electrical fees	5,000	5,000	3,076	(1,924)
Other fees	-	-	2,558	2,558
Charges for services:				
Police revenue	2,000	2,000	38,184	36,184
Parking tickets	15,000	15,000	16,605	1,605
Parks & recreation revenue	23,550	23,550	29,101	5,551
Cemetery maintenance	50,000	50,000	-	(50,000)
Harbor park mowing	6,500	6,500	-	(6,500)
Yacht club lease	21,500	21,500	21,714	214
Public landing lease	3,000	3,000	1,978	(1,022)
Opera house revenues	80,000	80,000	107,768	27,768
Harbor revenue	220,000	220,000	259,366	39,366
Fire revenue	-	-	1,225	1,225
Other	-	-	6,269	6,269
Investment income:				
Investment income	3,000	3,000	45,785	42,785
Other income:				
Tax interest	38,000	38,000	41,177	3,177
Lien interest & costs	15,000	15,000	16,471	1,471
Other income	5,500	5,500	41,359	35,859
Bond proceeds	500,000	500,000	500,000	-
Transfers from other funds:				
Sewer operation fund	-	-	100,000	100,000
Total revenues	\$ 19,772,308	\$ 19,772,308	\$ 20,195,535	\$ 423,227

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

TOWN OF CAMDEN, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2017

	Budget	Budget Adjustments	Final Available	Actual	Variance Positive (Negative)
General government					
Administration, assessing & finance	\$ 751,622	\$ -	\$ 751,622	\$ 754,085	\$ (2,463)
Professional services	47,000	-	47,000	97,853	(50,853)
Planning & development	265,390	-	265,390	198,647	66,743
Information technology	69,700	-	69,700	78,573	(8,873)
Insurance	332,128	-	332,128	248,776	83,352
Opera House/Town offices	80,362	-	80,362	79,472	890
Opera House/auditorium	251,522	-	251,522	288,608	(37,086)
	<u>1,797,724</u>	<u>-</u>	<u>1,797,724</u>	<u>1,746,014</u>	<u>51,710</u>
Public safety					
Police department	1,119,655	-	1,119,655	1,076,901	42,754
County dispatch	127,714	-	127,714	127,714	-
Fire department	412,990	-	412,990	400,396	12,594
Public safety building	37,500	-	37,500	35,635	1,865
Hydrant rental	201,897	-	201,897	205,490	(3,593)
EMS service	27,032	-	27,032	25,311	1,721
EOC	500	-	500	500	-
Street lights	60,500	-	60,500	66,777	(6,277)
	<u>1,987,788</u>	<u>-</u>	<u>1,987,788</u>	<u>1,938,724</u>	<u>49,064</u>
Public services					
Public works	967,309	-	967,309	950,276	17,033
Street and sidewalks	427,500	-	427,500	316,429	111,071
Parking	3,000	-	3,000	1,125	1,875
Tree program	28,000	-	28,000	26,004	1,996
	<u>1,425,809</u>	<u>-</u>	<u>1,425,809</u>	<u>1,293,834</u>	<u>131,975</u>

TOWN OF CAMDEN, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2017

	Budget	Budget Adjustments	Final Available	Actual	Variance Positive (Negative)
Health and welfare					
General assistance	-	-	-	20,214	(20,214)
Provider agencies	1,000	-	1,000	1,000	-
	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>21,214</u>	<u>(20,214)</u>
Leisure services					
Community services	20,000	-	20,000	20,000	-
Camden Public Library	415,000	-	415,000	415,000	-
Harbor and landing	198,533	-	198,533	212,113	(13,580)
Recreation	160,731	-	160,731	150,328	10,403
Parks	210,632	-	210,632	174,894	35,738
Dams	7,000	-	7,000	1,898	5,102
	<u>1,011,896</u>	<u>-</u>	<u>1,011,896</u>	<u>974,233</u>	<u>37,663</u>
Cemeteries					
Cemetery association	40,000	-	40,000	-	40,000
Cemetery maintenance	51,369	-	51,369	48,037	3,332
	<u>91,369</u>	<u>-</u>	<u>91,369</u>	<u>48,037</u>	<u>43,332</u>
Education	<u>10,513,130</u>	<u>-</u>	<u>10,513,130</u>	<u>10,513,130</u>	<u>-</u>
County tax	<u>1,196,254</u>	<u>-</u>	<u>1,196,254</u>	<u>1,196,237</u>	<u>17</u>
Debt service					
Principal	606,682	-	606,682	498,340	108,342
Interest	157,363	-	157,363	163,252	(5,889)
	<u>764,045</u>	<u>-</u>	<u>764,045</u>	<u>661,592</u>	<u>102,453</u>

TOWN OF CAMDEN, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2017

	Budget	Budget Adjustments	Final Available	Actual	Variance Positive (Negative)
Capital improvements					
General government	71,000	-	71,000	44,028	26,972
Public safety	-	23,000	23,000	24,600	(1,600)
Highway/street/bridges	79,910	8,680	88,590	200,882	(112,292)
Leisure services	-	30,000	30,000	65,739	(35,739)
Capital improvements	500,000	-	500,000	-	500,000
	<u>650,910</u>	<u>61,680</u>	<u>712,590</u>	<u>335,249</u>	<u>377,341</u>
MCSWC assessment	<u>208,973</u>	<u>-</u>	<u>208,973</u>	<u>208,973</u>	<u>-</u>
Unclassified					
Contingency	40,000	-	40,000	172,012	(132,012)
Overlay	48,880	-	48,880	29,536	19,344
	<u>88,880</u>	<u>-</u>	<u>88,880</u>	<u>201,548</u>	<u>(112,668)</u>
Transfers to other funds					
Special revenue funds	50,930	42,917	93,847	93,847	-
Capital projects funds	133,600	23,411	157,011	157,011	-
Snow Bowl fund	297,303	-	297,303	297,303	-
RMRA Development Project fund	-	-	-	35,741	(35,741)
	<u>481,833</u>	<u>66,328</u>	<u>548,161</u>	<u>583,902</u>	<u>(35,741)</u>
Total Expenditures	<u>\$ 20,219,611</u>	<u>\$ 66,328</u>	<u>\$ 20,347,619</u>	<u>\$ 19,722,687</u>	<u>\$ 624,932</u>

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

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 8,623	\$ -	\$ 503,678	\$ 512,301
Investments	-	-	680,556	680,556
Accounts receivable (net of allowance for uncollectibles)	-	-	1,816	1,816
Due from other funds	383,696	801,070	47,644	1,232,410
TOTAL ASSETS	<u>\$ 392,319</u>	<u>\$ 801,070</u>	<u>\$ 1,233,694</u>	<u>\$ 2,427,083</u>
LIABILITIES				
Accounts payable	\$ 97	\$ -	\$ -	\$ 97
Due to other funds	352,013	2,752	7,580	362,345
TOTAL LIABILITIES	<u>352,110</u>	<u>2,752</u>	<u>7,580</u>	<u>362,442</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	1,226,114	1,226,114
Committed	392,319	801,070	-	1,193,389
Assigned	-	-	-	-
Unassigned	(352,110)	(2,752)	-	(354,862)
TOTAL FUND BALANCES	<u>40,209</u>	<u>798,318</u>	<u>1,226,114</u>	<u>2,064,641</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 392,319</u>	<u>\$ 801,070</u>	<u>\$ 1,233,694</u>	<u>\$ 2,427,083</u>

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

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES – NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES				
Intergovernmental revenues	\$ 75,205	\$ -	\$ -	\$ 75,205
Investment income, net of unrealized gains/(losses)	-	-	175,126	175,126
Interest income	116	-	-	116
Other income	278,755	20,554	-	299,309
TOTAL REVENUES	<u>354,076</u>	<u>20,554</u>	<u>175,126</u>	<u>549,756</u>
EXPENDITURES				
Other	424,265	147,000	34,638	605,903
TOTAL EXPENDITURES	<u>424,265</u>	<u>147,000</u>	<u>34,638</u>	<u>605,903</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(70,189)</u>	<u>(126,446)</u>	<u>140,488</u>	<u>(56,147)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	102,346	163,963	-	266,309
Transfers (out)	(15,451)	-	-	(15,451)
TOTAL OTHER FINANCING SOURCES (USES)	<u>86,895</u>	<u>163,963</u>	<u>-</u>	<u>250,858</u>
NET CHANGE IN FUND BALANCES	16,706	37,517	140,488	194,711
FUND BALANCES, JULY 1	<u>23,503</u>	<u>760,801</u>	<u>1,085,626</u>	<u>1,869,930</u>
FUND BALANCES, JUNE 30	<u>\$ 40,209</u>	<u>\$ 798,318</u>	<u>\$ 1,226,114</u>	<u>\$ 2,064,641</u>

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

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Tannery Riverwalk	Route 105 Sidewalk Extension	Ship/Hoist Walkway Grant	Wellness Grant	Opera House Piano	PD MDEA
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	-	1,146	2,300	6,705
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,146</u>	<u>\$ 2,300</u>	<u>\$ 6,705</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	2,525	9,620	112,074	-	-	-
TOTAL LIABILITIES	<u>2,525</u>	<u>9,620</u>	<u>112,074</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	1,146	2,300	6,705
Assigned	-	-	-	-	-	-
Unassigned	(2,525)	(9,620)	(112,074)	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>(2,525)</u>	<u>(9,620)</u>	<u>(112,074)</u>	<u>1,146</u>	<u>2,300</u>	<u>6,705</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,146</u>	<u>\$ 2,300</u>	<u>\$ 6,705</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Lupine Terrance Grant	Project Canopy	Shore and Harbor Grant	Windjammer Festival	Community Events	Town Clock
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	1,155	3,464	5,079	-
TOTAL ASSETS	\$ -	\$ -	\$ 1,155	\$ 3,464	\$ 5,079	\$ -
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	50	12,208	-	-	-	75,000
TOTAL LIABILITIES	50	12,208	-	-	-	75,000
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	1,155	3,464	5,079	-
Assigned	-	-	-	-	-	-
Unassigned	(50)	(12,208)	-	-	-	(75,000)
TOTAL FUND BALANCES (DEFICITS)	(50)	(12,208)	1,155	3,464	5,079	(75,000)
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ -	\$ -	\$ 1,155	\$ 3,464	\$ 5,079	\$ -

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Harbor Benches	Assistance Heating & Utility	Opera House Capital Campaign	Garden Club	Oak Hill Cemetery Memorial	Opera House Productions
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	2,400	1,850	13,537	6,391	-	-
TOTAL ASSETS	\$ 2,400	\$ 1,850	\$ 13,537	\$ 6,391	\$ -	\$ -
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	10,894	25,959
TOTAL LIABILITIES	-	-	-	-	10,894	25,959
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	2,400	1,850	13,537	6,391	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	(10,894)	(25,959)
TOTAL FUND BALANCES (DEFICITS)	2,400	1,850	13,537	6,391	(10,894)	(25,959)
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ 2,400	\$ 1,850	\$ 13,537	\$ 6,391	\$ -	\$ -

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Trash Bag Sales	Tamarach Trail Subdivision	Resident Shade Trees	MCSW Contract Bookkeeping	Parks Memorial Project	Honor Roll Village Green
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	2,419	2,075	890	10,524	426	2,573
TOTAL ASSETS	<u>\$ 2,419</u>	<u>\$ 2,075</u>	<u>\$ 890</u>	<u>\$ 10,524</u>	<u>\$ 426</u>	<u>\$ 2,573</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	2,419	2,075	890	10,524	426	2,573
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>2,419</u>	<u>2,075</u>	<u>890</u>	<u>10,524</u>	<u>426</u>	<u>2,573</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 2,419</u>	<u>\$ 2,075</u>	<u>\$ 890</u>	<u>\$ 10,524</u>	<u>\$ 426</u>	<u>\$ 2,573</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Escrows Accounts	Police Career Development	TIF Business Highway	TIF Downtown	MT Battie Tower Fund	Winter Family Fun
ASSETS						
Cash and cash equivalents	\$ 8,623	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	51,756	12,202	197,864	23,910	632
TOTAL ASSETS	<u>\$ 8,623</u>	<u>\$ 51,756</u>	<u>\$ 12,202</u>	<u>\$ 197,864</u>	<u>\$ 23,910</u>	<u>\$ 632</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	8,623	51,756	12,202	197,864	23,910	632
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>8,623</u>	<u>51,756</u>	<u>12,202</u>	<u>197,864</u>	<u>23,910</u>	<u>632</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 8,623</u>	<u>\$ 51,756</u>	<u>\$ 12,202</u>	<u>\$ 197,864</u>	<u>\$ 23,910</u>	<u>\$ 632</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	KNX	FICA/ Medicare	Gasoline	English National Opera Series	Opera House Annual Appeal	Bob Berkley
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	-	-	11,703	-
TOTAL ASSETS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,703</u>	<u>\$ -</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	835	4,657	58,349	-	-	-
TOTAL LIABILITIES	<u>835</u>	<u>4,657</u>	<u>58,349</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	11,703	-
Assigned	-	-	-	-	-	-
Unassigned	(835)	(4,657)	(58,349)	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>(835)</u>	<u>(4,657)</u>	<u>(58,349)</u>	<u>-</u>	<u>11,703</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,703</u>	<u>\$ -</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Fire Safety Education	Andre Lescoux and Elijah Ocean	Christmas By the Sea	Lucie Arnaz	Irene Laite Memorial Fund	Cliff Selects
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	4,597	-	-	-	4,130	-
TOTAL ASSETS	<u>\$ 4,597</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,130</u>	<u>\$ -</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	4,597	-	-	-	4,130	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>4,597</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,130</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 4,597</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,130</u>	<u>\$ -</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Police Donations	Eilenn Ivers	Jungle Jack Hanna	Christine Lavin/ Don White	Jon Rineman	CJ Chenier
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	208	-	-	-	-	-
TOTAL ASSETS	\$ 208	\$ -	\$ -	\$ -	\$ -	\$ -
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	-	-
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	208	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	208	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	\$ 208	\$ -	\$ -	\$ -	\$ -	\$ -

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	Donald Pentleton	ADA Kayak Donation	Justin McKinney	Hal McIntyre	Seabright Hydro Fund	Total
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,623
Due from other funds	-	13,760	-	-	-	383,696
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 13,760</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 392,319</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 97	\$ 97
Due to other funds	-	-	-	-	39,842	352,013
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,939</u>	<u>352,110</u>
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	13,760	-	-	-	392,319
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	(39,939)	(352,110)
TOTAL FUND BALANCES (DEFICITS)	<u>-</u>	<u>13,760</u>	<u>-</u>	<u>-</u>	<u>(39,939)</u>	<u>40,209</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ 13,760</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 392,319</u>

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

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Tannery Riverwalk	Route 105 Sidewalk Extension	Ship/Hoist Walkway Grant	Wellness Grant	Opera House Piano	PD MDEA
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ 68,500	\$ -	\$ -	\$ 6,705
Interest income	-	-	-	-	-	-
Other income	-	-	-	-	-	-
TOTAL REVENUES	-	-	68,500	-	-	6,705
EXPENDITURES						
Other	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	68,500	-	-	6,705
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	-	68,500	-	-	6,705
FUND BALANCES (DEFICITS), JULY 1	(2,525)	(9,620)	(180,574)	1,146	2,300	-
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ (2,525)</u>	<u>\$ (9,620)</u>	<u>\$ (112,074)</u>	<u>\$ 1,146</u>	<u>\$ 2,300</u>	<u>\$ 6,705</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Lupine Terrance Grant	Project Canopy	Shore and Harbor Grant	Windjammer Festival	Community Events	Town Clock
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	-	1,870	-	20,110	5,079	-
TOTAL REVENUES	-	1,870	-	20,110	5,079	-
EXPENDITURES						
Other	-	6,907	-	16,646	-	75,000
TOTAL EXPENDITURES	-	6,907	-	16,646	-	75,000
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(5,037)	-	3,464	5,079	(75,000)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	(5,037)	-	3,464	5,079	(75,000)
FUND BALANCES (DEFICITS), JULY 1	(50)	(7,171)	1,155	-	-	-
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ (50)</u>	<u>\$ (12,208)</u>	<u>\$ 1,155</u>	<u>\$ 3,464</u>	<u>\$ 5,079</u>	<u>\$ (75,000)</u>

SCHEDULE F (CONTINUED)

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Harbor Benches	Assistance Heating & Utility	Opera House Capital Campaign	Garden Club	Oak Hill Cemetery Memorial	Opera House Productions
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	600	100	-	3,200	1,075	86,353
TOTAL REVENUES	<u>600</u>	<u>100</u>	<u>-</u>	<u>3,200</u>	<u>1,075</u>	<u>86,353</u>
EXPENDITURES						
Other	-	-	-	609	8,799	134,511
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>609</u>	<u>8,799</u>	<u>134,511</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>600</u>	<u>100</u>	<u>-</u>	<u>2,591</u>	<u>(7,724)</u>	<u>(48,158)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	(6,952)	-	-	-	-	(3,376)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(6,952)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,376)</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	(6,352)	100	-	2,591	(7,724)	(51,534)
FUND BALANCES (DEFICITS), JULY 1	<u>8,752</u>	<u>1,750</u>	<u>13,537</u>	<u>3,800</u>	<u>(3,170)</u>	<u>25,575</u>
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ 2,400</u>	<u>\$ 1,850</u>	<u>\$ 13,537</u>	<u>\$ 6,391</u>	<u>\$ (10,894)</u>	<u>\$ (25,959)</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Trash Bag Sales	Tamarach Trail Subdivision	Resident Shade Trees	MCSW Contract Bookkeeping	Parks Memorial Project	Honor Roll Village Green
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	1,132	-	120	2,884	-	-
TOTAL REVENUES	<u>1,132</u>	<u>-</u>	<u>120</u>	<u>2,884</u>	<u>-</u>	<u>-</u>
EXPENDITURES						
Other	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,132</u>	<u>-</u>	<u>120</u>	<u>2,884</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	1,132	-	120	2,884	-	-
FUND BALANCES (DEFICITS), JULY 1	<u>1,287</u>	<u>2,075</u>	<u>770</u>	<u>7,640</u>	<u>426</u>	<u>2,573</u>
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ 2,419</u>	<u>\$ 2,075</u>	<u>\$ 890</u>	<u>\$ 10,524</u>	<u>\$ 426</u>	<u>\$ 2,573</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Escrows Accounts	Police Career Development	TIF Business Highway	TIF Downtown	MT Battie Tower Fund	Winter Family Fun
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	116	-	-	-	-	-
Other income	-	-	-	-	17,352	-
TOTAL REVENUES	<u>116</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,352</u>	<u>-</u>
EXPENDITURES						
Other	-	1,505	-	-	8,715	-
TOTAL EXPENDITURES	<u>-</u>	<u>1,505</u>	<u>-</u>	<u>-</u>	<u>8,715</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>116</u>	<u>(1,505)</u>	<u>-</u>	<u>-</u>	<u>8,637</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	2,357	91,490	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>2,357</u>	<u>91,490</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES (DEFICITS)	116	(1,505)	2,357	91,490	8,637	-
FUND BALANCES (DEFICITS), JULY 1	<u>8,507</u>	<u>53,261</u>	<u>9,845</u>	<u>106,374</u>	<u>15,273</u>	<u>632</u>
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ 8,623</u>	<u>\$ 51,756</u>	<u>\$ 12,202</u>	<u>\$ 197,864</u>	<u>\$ 23,910</u>	<u>\$ 632</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	KNX	FICA/ Medicare	Gasoline	English National Opera Series	Opera House Annual Appeal	Bob Berkley
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	-	-	119,181	-	3,400	-
TOTAL REVENUES	-	-	119,181	-	3,400	-
EXPENDITURES						
Other	-	1,533	143,294	-	292	-
TOTAL EXPENDITURES	-	1,533	143,294	-	292	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(1,533)	(24,113)	-	3,108	-
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	30	-	33
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	30	-	33
NET CHANGE IN FUND BALANCES (DEFICITS)	-	(1,533)	(24,113)	30	3,108	33
FUND BALANCES (DEFICITS), JULY 1	(835)	(3,124)	(34,236)	(30)	8,595	(33)
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ (835)</u>	<u>\$ (4,657)</u>	<u>\$ (58,349)</u>	<u>\$ -</u>	<u>\$ 11,703</u>	<u>\$ -</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Fire Safety Education	Andre Lescoux and Elijah Ocean	Christmas By the Sea	Lucie Arnaz	Irene Laite Memorial Fund	Cliff Selects
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	570	-	3,109	-	-	-
TOTAL REVENUES	570	-	3,109	-	-	-
EXPENDITURES						
Other	400	-	-	-	-	-
TOTAL EXPENDITURES	400	-	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	170	-	3,109	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	200	-	(2,043)
Transfers (out)	-	(675)	(3,750)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	(675)	(3,750)	200	-	(2,043)
NET CHANGE IN FUND BALANCES (DEFICITS)	170	(675)	(641)	200	-	(2,043)
FUND BALANCES (DEFICITS), JULY 1	4,427	675	641	(200)	4,130	2,043
FUND BALANCES (DEFICITS), JUNE 30	\$ 4,597	\$ -	\$ -	\$ -	\$ 4,130	\$ -

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Police Donations	Eilenn Ivers	Jungle Jack Hanna	Christine Lavin/ Don White	Jon Rineman	CJ Chenier
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest income	-	-	-	-	-	-
Other income	750	-	-	-	-	-
TOTAL REVENUES	750	-	-	-	-	-
EXPENDITURES						
Other	542	-	-	-	-	-
TOTAL EXPENDITURES	542	-	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	208	-	-	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers in	-	5,874	1,051	1,788	41	(1,761)
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	5,874	1,051	1,788	41	(1,761)
NET CHANGE IN FUND BALANCES (DEFICITS)	208	5,874	1,051	1,788	41	(1,761)
FUND BALANCES (DEFICITS), JULY 1	-	(5,874)	(1,051)	(1,788)	(41)	1,761
FUND BALANCES (DEFICITS), JUNE 30	\$ 208	\$ -	\$ -	\$ -	\$ -	\$ -

SCHEDULE F (CONTINUED)

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Donald Pentleton	ADA Kayak Donation	Justin McKinney	Hal McIntyre	Seabright Hydro Fund	Total
REVENUES						
Intergovernmental revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,205
Interest income	-	-	-	-	-	116
Other income	-	10,000	-	-	1,870	278,755
TOTAL REVENUES	-	10,000	-	-	1,870	354,076
EXPENDITURES						
Other	-	6,240	-	-	19,272	424,265
TOTAL EXPENDITURES	-	6,240	-	-	19,272	424,265
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	3,760	-	-	(17,402)	(70,189)
OTHER FINANCING SOURCES (USES)						
Transfers in	3,286	-	-	-	-	102,346
Transfers (out)	-	-	(91)	(607)	-	(15,451)
TOTAL OTHER FINANCING SOURCES (USES)	3,286	-	(91)	(607)	-	86,895
NET CHANGE IN FUND BALANCES (DEFICITS)	3,286	3,760	(91)	(607)	(17,402)	16,706
FUND BALANCES (DEFICITS), JULY 1	(3,286)	10,000	91	607	(22,537)	23,503
FUND BALANCES (DEFICITS), JUNE 30	\$ -	\$ 13,760	\$ -	\$ -	\$ (39,939)	\$ 40,209

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

Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust fund.

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2017

	Accrued Benefits	Opera House Maintenance	Economic Development	Conservation	Computer IT	TIF	Energy Conservation
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	29,930	67,386	-	3,692	11,945	30,000	29,077
TOTAL ASSETS	<u>\$ 29,930</u>	<u>\$ 67,386</u>	<u>\$ -</u>	<u>\$ 3,692</u>	<u>\$ 11,945</u>	<u>\$ 30,000</u>	<u>\$ 29,077</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	1,771	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>1,771</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	29,930	67,386	-	3,692	11,945	30,000	29,077
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	(1,771)	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>29,930</u>	<u>67,386</u>	<u>(1,771)</u>	<u>3,692</u>	<u>11,945</u>	<u>30,000</u>	<u>29,077</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 29,930</u>	<u>\$ 67,386</u>	<u>\$ -</u>	<u>\$ 3,692</u>	<u>\$ 11,945</u>	<u>\$ 30,000</u>	<u>\$ 29,077</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2017

	Police Equipment	Fire Equipment	Fire Truck Reserve	Public Safety Building	Storm Sewer	Parking	Street Improvements
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	7,613	33,237	15,000	5,850	81,731	47,227	45,000
TOTAL ASSETS	<u>\$ 7,613</u>	<u>\$ 33,237</u>	<u>\$ 15,000</u>	<u>\$ 5,850</u>	<u>\$ 81,731</u>	<u>\$ 47,227</u>	<u>\$ 45,000</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	7,613	33,237	15,000	5,850	81,731	47,227	45,000
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>7,613</u>	<u>33,237</u>	<u>15,000</u>	<u>5,850</u>	<u>81,731</u>	<u>47,227</u>	<u>45,000</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 7,613</u>	<u>\$ 33,237</u>	<u>\$ 15,000</u>	<u>\$ 5,850</u>	<u>\$ 81,731</u>	<u>\$ 47,227</u>	<u>\$ 45,000</u>

SCHEDULE G (CONTINUED)

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2017

	Winter Maintenance	Fuel Depot Maintenance	Washington St Sidewalks	Public Works Equipment	Parks Equipment	Tennis Court	Parks and Open Space	Harbor Dredging
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	106,889	5,600	32,528	-	16,838	24,777	15,053	10,450
TOTAL ASSETS	<u>\$ 106,889</u>	<u>\$ 5,600</u>	<u>\$ 32,528</u>	<u>\$ -</u>	<u>\$ 16,838</u>	<u>\$ 24,777</u>	<u>\$ 15,053</u>	<u>\$ 10,450</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	981	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>981</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	106,889	5,600	32,528	-	16,838	24,777	15,053	10,450
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	(981)	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	<u>106,889</u>	<u>5,600</u>	<u>32,528</u>	<u>(981)</u>	<u>16,838</u>	<u>24,777</u>	<u>15,053</u>	<u>10,450</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ 106,889</u>	<u>\$ 5,600</u>	<u>\$ 32,528</u>	<u>\$ -</u>	<u>\$ 16,838</u>	<u>\$ 24,777</u>	<u>\$ 15,053</u>	<u>\$ 10,450</u>

SCHEDULE G (CONTINUED)

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2017

	Camden Snowbowl	Camden Dam	Harbor Bench Maintenance	Harbor Projects	Camden Lincolntonville Dam	Parks Memorial Projects	Public Landing Improvements	Total
ASSETS								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	17,398	18,484	76,076	47,914	1,375	20,000	801,070
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 17,398</u>	<u>\$ 18,484</u>	<u>\$ 76,076</u>	<u>\$ 47,914</u>	<u>\$ 1,375</u>	<u>\$ 20,000</u>	<u>\$ 801,070</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	2,752
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,752</u>
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	17,398	18,484	76,076	47,914	1,375	20,000	801,070
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(2,752)
TOTAL FUND BALANCES (DEFICITS)	<u>-</u>	<u>17,398</u>	<u>18,484</u>	<u>76,076</u>	<u>47,914</u>	<u>1,375</u>	<u>20,000</u>	<u>798,318</u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	<u>\$ -</u>	<u>\$ 17,398</u>	<u>\$ 18,484</u>	<u>\$ 76,076</u>	<u>\$ 47,914</u>	<u>\$ 1,375</u>	<u>\$ 20,000</u>	<u>\$ 801,070</u>

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

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Accrued Benefits	Opera House Maintenance	Economic Development	Conservation	Computer IT	TIF	Energy Conservation
REVENUES							
Other income	\$ -	\$ 2,200	\$ -	\$ 2,000	\$ -	\$ -	\$ -
TOTAL REVENUES	-	2,200	-	2,000	-	-	-
EXPENDITURES							
Other	23,160	9,632	-	204	3,279	-	-
TOTAL EXPENDITURES	23,160	9,632	-	204	3,279	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(23,160)	(7,432)	-	1,796	(3,279)	-	-
OTHER FINANCING SOURCES (USES)							
Transfers in	9,000	-	-	-	10,000	-	-
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	9,000	-	-	-	10,000	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	(14,160)	(7,432)	-	1,796	6,721	-	-
FUND BALANCES (DEFICITS), JULY 1	44,090	74,818	(1,771)	1,896	5,224	30,000	29,077
FUND BALANCES (DEFICITS), JUNE 30	\$ 29,930	\$ 67,386	\$ (1,771)	\$ 3,692	\$ 11,945	\$ 30,000	\$ 29,077

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Police Equipment	Fire Equipment	Fire Truck Reserve	Public Safety Building	Storm Sewer	Parking	Street Improvements
REVENUES							
Other income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	-	-	-	-	-	-	-
EXPENDITURES							
Other	-	-	-	6,150	5,500	-	-
TOTAL EXPENDITURES	-	-	-	6,150	5,500	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	(6,150)	(5,500)	-	-
OTHER FINANCING SOURCES (USES)							
Transfers in	5,082	14,600	5,000	-	20,000	-	10,000
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	5,082	14,600	5,000	-	20,000	-	10,000
NET CHANGE IN FUND BALANCES (DEFICITS)	5,082	14,600	5,000	(6,150)	14,500	-	10,000
FUND BALANCES (DEFICITS), JULY 1	2,531	18,637	10,000	12,000	67,231	47,227	35,000
FUND BALANCES (DEFICITS), JUNE 30	\$ 7,613	\$ 33,237	\$ 15,000	\$ 5,850	\$ 81,731	\$ 47,227	\$ 45,000

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Winter Maintenance	Fuel Depot Maintenance	Washington St Sidewalks	Public Works Equipment	Parks Equipment	Tennis Court	Parks and Open Space	Harbor Dredging
REVENUES								
Other income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	-	-	-	-	-	-	-	-
EXPENDITURES								
Other	-	-	-	-	5,210	-	4,947	565
TOTAL EXPENDITURES	-	-	-	-	5,210	-	4,947	565
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	(5,210)	-	(4,947)	(565)
OTHER FINANCING SOURCES (USES)								
Transfers in	-	16,500	-	-	1,829	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	16,500	-	-	1,829	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	16,500	-	-	(3,381)	-	(4,947)	(565)
FUND BALANCES (DEFICITS), JULY 1	106,889	(10,900)	32,528	(981)	20,219	24,777	20,000	11,015
FUND BALANCES (DEFICITS), JUNE 30	\$ 106,889	\$ 5,600	\$ 32,528	\$ (981)	\$ 16,838	\$ 24,777	\$ 15,053	\$ 10,450

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017

	Camden Snowbowl	Camden Dam	Harbor Bench Maintenance	Harbor Projects	Camden Lincolnville Dam	Parks Memorial Projects	Public Landing Improvements	Total
REVENUES								
Other income	\$ -	\$ -	\$ 600	\$ -	\$ 15,754	\$ -	\$ -	\$ 20,554
TOTAL REVENUES	-	-	600	-	15,754	-	-	20,554
EXPENDITURES								
Other	20,000	62,713	250	5,390	-	-	-	147,000
TOTAL EXPENDITURES	20,000	62,713	250	5,390	-	-	-	147,000
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(20,000)	(62,713)	350	(5,390)	15,754	-	-	(126,446)
OTHER FINANCING SOURCES (USES)								
Transfers in	20,000	-	6,952	25,000	-	-	20,000	163,963
Transfers (out)	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	20,000	-	6,952	25,000	-	-	20,000	163,963
NET CHANGE IN FUND BALANCES (DEFICITS)	-	(62,713)	7,302	19,610	15,754	-	20,000	37,517
FUND BALANCES (DEFICITS), JULY 1	-	80,111	11,182	56,466	32,160	1,375	-	760,801
FUND BALANCES (DEFICITS), JUNE 30	\$ -	\$ 17,398	\$ 18,484	\$ 76,076	\$ 47,914	\$ 1,375	\$ 20,000	\$ 798,318

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

Permanent Funds

Permanent funds are used to account for assets held by the Town of Camden, Maine that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. These funds have been established for various purposes including the provision and/or maintenance of cemeteries and school department scholarships.

SCHEDULE I

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
JUNE 30, 2017

	Camden Snow Bowl	Nellie A. Knowton Fund	Oak Hill Cemetery Fund	Camden Public Library Fund	Atlantic Engine Co. # 2 Fund	Village Green Fund
ASSETS						
Cash and cash equivalents	\$ 1,399	\$ 1,479	\$ 25,614	\$ 1,405	\$ 6,344	\$ 242
Investments	20,615	21,794	377,426	20,694	93,484	3,561
Accounts receivable (net of allowance for uncollectibles)	55	58	1,007	55	250	9
Due from other funds	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 22,069</u>	<u>\$ 23,331</u>	<u>\$ 404,047</u>	<u>\$ 22,154</u>	<u>\$ 100,078</u>	<u>\$ 3,812</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	112	118	2,039	112	505	19
TOTAL LIABILITIES	<u>112</u>	<u>118</u>	<u>2,039</u>	<u>112</u>	<u>505</u>	<u>19</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	21,957	23,213	402,008	22,042	99,573	3,793
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>21,957</u>	<u>23,213</u>	<u>402,008</u>	<u>22,042</u>	<u>99,573</u>	<u>3,793</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 22,069</u>	<u>\$ 23,331</u>	<u>\$ 404,047</u>	<u>\$ 22,154</u>	<u>\$ 100,078</u>	<u>\$ 3,812</u>

TOWN OF CAMDEN, MAINE

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
JUNE 30, 2017

	Irene F. Laite Fund	Oliver A. Coates Fund	Shadie Niles Fund	French Fund	Lacasse Scholarship Fund	Total
ASSETS						
Cash and cash equivalents	\$ 9,538	\$ 424,735	\$ 20,953	\$ 9	\$ 11,960	\$ 503,678
Investments	140,539	2,443	-	-	-	680,556
Accounts receivable (net of allowance for uncollectibles)	375	7	-	-	-	1,816
Due from other funds	-	47,644	-	-	-	47,644
TOTAL ASSETS	<u>\$ 150,452</u>	<u>\$ 474,829</u>	<u>\$ 20,953</u>	<u>\$ 9</u>	<u>\$ 11,960</u>	<u>\$ 1,233,694</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	759	-	3,904	-	12	7,580
TOTAL LIABILITIES	<u>759</u>	<u>-</u>	<u>3,904</u>	<u>-</u>	<u>12</u>	<u>7,580</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	149,693	474,829	17,049	9	11,948	1,226,114
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>149,693</u>	<u>474,829</u>	<u>17,049</u>	<u>9</u>	<u>11,948</u>	<u>1,226,114</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 150,452</u>	<u>\$ 474,829</u>	<u>\$ 20,953</u>	<u>\$ 9</u>	<u>\$ 11,960</u>	<u>\$ 1,233,694</u>

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

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Camden Snow Bowl	Nellie A. Knowton Fund	Oak Hill Cemetery Fund	Camden Public Library Fund	Atlantic Engine Co. # 2 Fund	Village Green Fund
REVENUES						
Investment income, net of unrealized gains/ (losses)	\$ 2,425	\$ 2,564	\$ 44,398	\$ 2,434	\$ 10,997	\$ 419
TOTAL REVENUES	<u>2,425</u>	<u>2,564</u>	<u>44,398</u>	<u>2,434</u>	<u>10,997</u>	<u>419</u>
EXPENDITURES						
Other	106	112	1,940	106	481	18
TOTAL EXPENDITURES	<u>106</u>	<u>112</u>	<u>1,940</u>	<u>106</u>	<u>481</u>	<u>18</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,319</u>	<u>2,452</u>	<u>42,458</u>	<u>2,328</u>	<u>10,516</u>	<u>401</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	2,319	2,452	42,458	2,328	10,516	401
FUND BALANCES - JULY 1	<u>19,638</u>	<u>20,761</u>	<u>359,550</u>	<u>19,714</u>	<u>89,057</u>	<u>3,392</u>
FUND BALANCES - JUNE 30	<u>\$ 21,957</u>	<u>\$ 23,213</u>	<u>\$ 402,008</u>	<u>\$ 22,042</u>	<u>\$ 99,573</u>	<u>\$ 3,793</u>

TOWN OF CAMDEN, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Irene F. Laite Fund	Oliver A. Coates Fund	Shadie Niles Fund	French Fund	Lacasse Scholarship Fund	Total
REVENUES						
Investment income, net of unrealized gains/ (losses)	\$ 16,532	\$ 94,965	\$ 261	\$ -	\$ 131	\$ 175,126
TOTAL REVENUES	<u>16,532</u>	<u>94,965</u>	<u>261</u>	<u>-</u>	<u>131</u>	<u>175,126</u>
EXPENDITURES						
Other	<u>722</u>	<u>27,379</u>	<u>3,774</u>	<u>-</u>	<u>-</u>	<u>34,638</u>
TOTAL EXPENDITURES	<u>722</u>	<u>27,379</u>	<u>3,774</u>	<u>-</u>	<u>-</u>	<u>34,638</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>15,810</u>	<u>67,586</u>	<u>(3,513)</u>	<u>-</u>	<u>131</u>	<u>140,488</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	15,810	67,586	(3,513)	-	131	140,488
FUND BALANCES - JULY 1	<u>133,883</u>	<u>407,243</u>	<u>20,562</u>	<u>9</u>	<u>11,817</u>	<u>1,085,626</u>
FUND BALANCES - JUNE 30	<u>\$ 149,693</u>	<u>\$ 474,829</u>	<u>\$ 17,049</u>	<u>\$ 9</u>	<u>\$ 11,948</u>	<u>\$ 1,226,114</u>

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

General Capital Assets

General capital assets are those assets related to activities reported in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position.

TOWN OF CAMDEN, MAINE

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION
JUNE 30, 2017

	Land and Non-depreciable Assets	Buildings, Building Improvements & Land Improvements	Furniture, Fixtures, Equipment & Vehicles	Infrastructure	Total
General Government	\$ 1,074,160	\$ 6,003,177	\$ 162,752	\$ -	\$ 7,240,089
Public Safety	91,000	1,149,549	1,784,619	-	3,025,168
Public Works	45,000	984,633	1,716,211	1,540,828	4,286,672
Leisure Services	966,066	754,709	470,862	21,559	2,213,196
Snow Bowl	160,000	1,994,075	3,474,515	-	5,628,590
Wastewater	539,678	826,400	592,113	3,798,636	5,756,827
Total General Capital Assets	2,875,904	11,712,543	8,201,072	5,361,023	28,150,542
Less: Accumulated Depreciation	-	(4,535,100)	(3,978,412)	(1,582,208)	(10,095,720)
Net General Capital Assets	\$ 2,875,904	\$ 7,177,443	\$ 4,222,660	\$ 3,778,815	\$ 18,054,822

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

TOWN OF CAMDEN, MAINE

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION
FOR THE YEAR ENDED JUNE 30, 2017

	General Capital Assets 7/1/16	Additions	Deletions	General Capital Assets 6/30/17
General Government	\$ 7,240,089	\$ -	\$ -	\$ 7,240,089
Public Safety	3,025,168	-	-	3,025,168
Public Works	3,819,449	467,223	-	4,286,672
Leisure Services	2,151,446	61,750	-	2,213,196
Snow Bowl	5,461,640	166,950	-	5,628,590
Wastewater	5,697,972	75,750	(16,895)	5,756,827
Total General Capital Assets	27,395,764	771,673	(16,895)	28,150,542
Less: Accumulated Depreciation	(9,273,842)	(838,773)	16,895	(10,095,720)
Net General Capital Assets	<u>\$ 18,121,922</u>	<u>\$ (67,100)</u>	<u>\$ -</u>	<u>\$ 18,054,822</u>

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



Proven Expertise and Integrity

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Selectmen
Town of Camden
Camden, Maine

We have audited, in accordance with the 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, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Camden, Maine as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town of Camden, Maine's basic financial statements, and have issued our report thereon dated January 19, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Camden, Maine's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Camden, Maine's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Camden, Maine's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

3 Old Orchard Road, Buxton, Maine 04093
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609
www.rhrsmith.com

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Camden, Maine's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
January 19, 2018