

The University of Maine

DigitalCommons@UMaine

Maine Town Documents

Maine Government Documents

2017

Town of Gray Maine Annual Report 2017

Gray, Me.

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

This Town 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.

GRAY MAINE ANNUAL TOWN REPORT



**FOR THE FISCAL YEAR ENDING
JUNE 30, 2017**

www.graymaine.org

***Our 2016-2017 Annual Report is dedicated to
Lew Mancini, Matt Sturgis, Peter Gellerson and Richard Barter***

It is extremely difficult to summarize in the space provided all that they have done for the Town of Gray with over 50 years of combined service. Each was a vital spoke in the wheel that kept the Town of Gray rolling forward on smooth and bumpy roads. Each had a special set of talents that served Gray well over the years. Rather than list every policy I provide a few tangible examples that are a capstone of their combined work:

The Henry Pennell Municipal Complex: *Lew Mancini had a knack for getting involved at the ground level and did so with Pennell. Mr. Mancini did an assessment of the building with Mr. Ron Norton and Niels Bailey to see if it was viable. Matthew Sturgis used his political and negotiation skills to release the building from the trust, a vital component of the project. Richard Barter championed the cause cultivating citizen support and recruitment to the building committee. Peter Gellerson provided the overall leadership role as Chair of the Town Council. The finished project is a testimony to their combines talent, hard work, and leadership.*

The Gray Library Expansion Project: *The best diamonds are best formed under pressure, and that project was not the exception. The result is a modern Gray Public Library that the Citizens of Gray can be proud. While their positions changed, their role remained the same right down to Mr. Mancini correcting a structural issue toward the end of the project.*

Contract Zoning *is a growth tool that allows the flexibility to revitalize sections of Town and allow existing businesses to growth. Lew Mancini has worked tirelessly on improving many policies for Citizens and Businesses, and this Contract Zoning best reflects his efforts. This policy was a long time in the works, but these four were the tip of the spear.*

Their combined knowledge and foresight allowed Bruns Brothers to expand their thriving business and Cumberland Farms to make their improvements. I have no doubt this tool will continue to move Gray forward in a positive direction.

Matt Sturgis, Lew Mancini, Richard Barter, and Peter Gellerson have one of the longest team efforts in the History of Gray and have left an example of Legacy for the next volunteers to follow.

Gentlemen, thank you for your dedication and service to the Town of Gray. It is fitting to end this dedication with Mr. Barter's tag line, "Onward and Upward!"

Sincerely,

*Jason Wilson
Gray Town Council*

TABLE OF CONTENTS

TOWN OF GRAY ANNUAL TOWN REPORT

JULY 1, 2016 TO JUNE 30, 2017

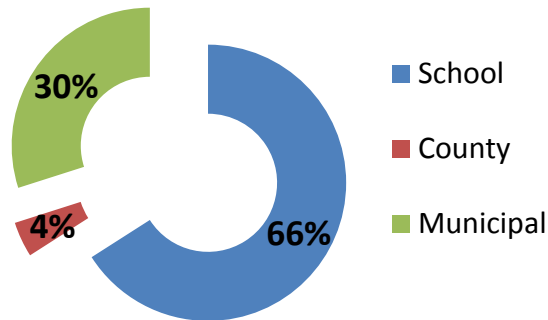
| | |
|--|-----|
| Town Office Contacts & Phone Extensions | 1 |
| Town Manager | 2 |
| Elected Officials Serving Gray | 4 |
| Boards & Committee Members | 6 |
| Assessing | 10 |
| Building & Grounds | 12 |
| Code Enforcement | 13 |
| Communications & Information | 14 |
| Community Development | 16 |
| Dry Mills Schoolhouse Museum Committee | 15 |
| Election Report | 16 |
| Gray End of Summer Fest: A Harvest Gathering | 17 |
| Gray Fire Rescue | 18 |
| Gray Public Library | 19 |
| Parks & Recreation | 21 |
| Planning | 23 |
| Public Works | 25 |
| Recycling Committee | 26 |
| Solid Waste & Recycling | 27 |
| Town Clerk / Report of Deaths | 28 |
| Volunteer Awards | 32 |
| Governor Paul LePage | 34 |
| Senator Angus King | 35 |
| Cathy Breen, Senate District 25 | 36 |
| Delinquent Taxes | 37 |
| Audited Financial Statements | 60 |
| 2018 Holiday Schedule | 142 |

| DEPARTMENT | CONTACT | PHONE | DESCRIPTION OF SERVICE |
|--|------------------|----------|--|
| Animal Control | Trista Rowe | 893-2810 | The Animal Control Officer provides domestic animal control services in the Town of Gray. |
| Buildings & Grounds | Ed Milose | 657-3339 | The Buildings & Grounds Department is responsible for the care & maintenance of the Town's buildings & grounds. |
| Code Enforcement | Tom Reinsborough | 657-3112 | The Code Enforcement Officer is responsible for code enforcement, issuing building and plumbing permits and inspections. |
| Community Television | Grant Giuliano | 657-5898 | The Community Television Department handles all video broadcasts on the local community television station, Channel 2 (GCTV2) serving Gray & reaching into New Gloucester. |
| Community Development | Doug Webster | 657-3112 | Coordinate Community Development functions; Town Planner including Staff for Planning Board; Provide oversight of Code Enforcement and Administrative Assistant; Assistant Economic Development Director and Town Assessor. |
| Fire & Rescue | Kurt Elkanich | 657-3931 | Gray Fire-Rescue provides 24-hour fire & medical emergency support to Gray residents. |
| General Assistance | Pamela Edson | 657-3339 | The Town provides general assistance to Gray residents who qualify. Applicants must make an appointment and fill out a GA application. |
| Library | Joshua Tiffany | 657-4110 | The Public Library offers library materials & services to Gray & New Gloucester town residents without charge. |
| Planning | Doug Webster | 657-3112 | The Town's planning office oversees land use planning, engineering, code enforcement, zoning & variance to the town's zoning law and subdivision review in Gray. It also maintains records on building permits, building plans & subdivision and site plans. |
| Public Works | Steve LaVallee | 657-3381 | The Public Works Department is responsible for the care & maintenance of Gray's infrastructure. |
| Recreation | Dean Bennett | 657-2323 | The Recreation Department offers leisure & recreational opportunities to the residents of Gray & New Gloucester. |
| Recycling & Solid Waste | Randy Cookson | 657-2343 | The Transfer Station / Recycling Center is available for use by Gray residents only. A current transfer station sticker is required for use. |
| Registrar of Voters | Deborah Cabana | 657-3339 | The registrar of voters is responsible for maintaining the voter registration list & registering new voters in the Municipality. |
| Tax Assessing | Lauren Asselin | 657-3112 | The Tax Assessor is responsible for tax assessment. Homestead Exemption & Veterans Exemption applications are available at the Tax Assessor's office. |
| Town Administration/ Town Manager | Deborah Cabana | 657-3339 | The day to day administration of all town services is managed by the Town Manager, who is appointed by the Town Council |
| Town Clerk /Tax Collector | Deborah Cabana | 657-3339 | The services performed in the Town Clerk's office include vehicle registration, property taxes & vital records. |
| Town Controller/ Finance Department | Katy Jewell | 657-3339 | The Town Controller is responsible for municipal accounting & financial functions. |
| Town Planner | Kathy Tombarelli | 657-3112 | The Economic Development Director promotes business and economic development interests for the Town of Gray. |

Greetings to all Gray Citizens;

I am pleased to present the Town of Gray's Annual Report for the year 2016/2017.

**Distribution for Taxes Assessed
Fiscal Year 2017**



Highlights from the Town of Gray are as follows:

- Phase 1 of the Village Area Loop Trail
- Gore Road – eminent domain
- End of Summer Fest
- Boston Post Cane
- Three Different Town Council Chairpersons
- Turnpike opened a new southbound and northbound interchange, as well as a new park and ride
- Ongoing secession(s) – public hearings, etc.
- Work with Town Attorney(s) regarding special Town Meeting vote for MNGRR
- Presidential Election – largest voter turnout

Ordinance Enacted:

- Emergency Ordinance for Daycare Center, due to anticipated closure at existing location.
- Mark Eyerman regarding impact fees
- Cumberland Farms – contract zone
- Marijuana ordinance/moratorium
- Emergency Parking Ordinance Route 26/North Raymond Road
- Impact Fee Ordinance
- Rezoning of Route 26
- Bruns Bros. Contract Zone
- Cluster Subdivision
- Village Residential Zoning District workshop
- Light Manufacturing Overlay District
- Negotiated Exactions

New or Expanded Businesses in Town:

- Howells Gun Shop expansion
- Local Centric
- A family Affair
- Inn at Fogg Farm
- The Maine/NH Computer Services
- Frisky Wisk
- Hast Company
- Aroma Joes
- Hanley Custom Woodworking & Design
- Mama Laura's Aromatherapy & More
- Patriot Dental

Special Training Events hosted at the Town of Gray:

- Hosted statewide Code Enforcement Training at Pennell
- Hosted regional training for municipal clerks regarding marriage licenses at Gray Public Library
- Gray Fire Rescue hosted a mock Disaster Drill on Depot Road at the Train Tracks in conjunction with State EMA and Local EMA and Fire Departments around the state.

New Employees joined the Town:

- Deputy Clerk position (Rob McFarland)
- Sarah Rodriguez part time Recreation Programmer
- Craig Wade – EMT/Firefighter
- Alex Considine – EMT/Firefighter
- Bailey Keating – EMT/Firefighter
- Jonathan Reed – per diem Code Enforcement Officer

With strong Leadership and support of the Town's elected officials, we will continue to build on the highlights and endeavors for the upcoming year, and create an even brighter future. Many thanks for the Staff at the Town of Gray in their participation in our excellent year!

Respectfully Submitted,

A handwritten signature in black ink that reads "Deborah Cabana". The signature is fluid and cursive, with the first letter of each word being capitalized and prominent.

Deborah Cabana
Town Manager

| | | | Term Expires | Telephone |
|---------------------------------------|------------------------|--------------------------|--------------|--------------|
| TOWN COUNCIL | | | | |
| Lynn Gallagher, Chair | 9A Foster Hill | Gray, ME 04039 | 2018 | 657-8314 |
| Bruce Foshay, Vice Chair | 23 Deer Acres Road | Raymond, ME 04071 | 2018 | 603-714-0835 |
| Sandra Carder | 186 Shaker Road | Gray, ME 04039 | 2020 | 657-4715 |
| Dan Maguire | 70 Johnson Road | Gray, ME 04039 | 2020 | 615-7384 |
| Jason Wilson | PO Box 297 | Gray, ME 04039 | 2019 | 233-0734 |
| GRAY WATER DISTRICT | | | | |
| Bruce Sawyer, President | 18 Yarmouth Road | Gray, ME 04039 | 2018 | 657-3871 |
| M. Joseph Murray | 213 Shaker Road | Gray, ME 04039 | 2020 | 657-3034 |
| Steven Dunn | 32 Shaker Road | Gray, ME 04039 | 2022 | |
| Andrew Edson | 1 Homestead Acres Road | Gray, ME 04039 | 2021 | |
| Michael Lessard | 92 Yarmouth Road | Gray, ME 04039 | 2019 | 657-2112 |
| M.S.A.D #15 BOARD OF DIRECTORS | | | | |
| Amy Arata | 607 Bald Hill Road | New Gloucester, ME 04260 | 2019 | 926-3901 |
| Richard Barter | 22 Hancock Street | Gray, ME 04039 | 2020 | 657-3724 |
| Will Burrow | 33 Pleasant View Drive | Gray, ME 04039 | 2019 | 428-3483 |
| John Cavanaugh | 31 Rowe Station | New Gloucester, ME 04260 | 2019 | 520-4945 |
| Gary Harriman | 269 Woodman Road | New Gloucester, ME 04260 | 2017 | 926-4361 |
| Tina Martell, Chair | 16 Lorraine Drive | Gray, ME 04039 | 2018 | 657-5025 |
| Joseph Menard | 91 Bennett Road | New Gloucester, ME 04260 | 2018 | 576-8753 |
| Louis Samuel Pfeifle | 310 West Gray Road | Gray, ME 04039 | 2018 | 428-3855 |
| Anne Rowe | 378 Mayall Road | Gray, ME 04039 | 2020 | 657-4056 |
| Amy Stone | PO Box 465 | Gray, ME 04039 | 2019 | 714-0808 |
| Barbra Thompson | 72 Lewiston Road | New Gloucester, ME 04260 | 2019 | 590-5966 |

UNITED STATES SENATE

- **Susan Collins** (R)
68 Sewall Street, Room 507
Augusta, ME 04330
Main: (207) 622-8414
www.collins.senate.gov
- **Angus King** (I)
133 Hart Building
Washington, DC 20510
(202) 224-5344
www.king.senate.gov

UNITED STATES HOUSE OF REPRESENTATIVES

- **Chellie Pingree** (D)
1ST District of Maine
2162 Rayburn House Office
Washington, DC 20515
(202) 225-6116
<https://forms.house.gov/pingree/contact-form.shtml>

GOVERNOR

- **Paul R. LePage** (R)
1 State House Station
Augusta, ME 04333-0001
(207) 287-3531
governor@maine.gov

MAINE SENATE

- **Catherine Breen** (D-Falmouth)
District 25
15 Falmouth Ridges Dr.
Falmouth, ME 04105

MAINE HOUSE OF REPRESENTATIVES

- **Susan M. W. Austin** (R-Gray)
District 67
136 Yarmouth Road
Gray, ME 04039
(207) 657-4100
Sue.Austin@legislature.maine.gov
- **Dale J. Denno** (D-Cumberland)
District 45
275 Main Street
Cumberland Center, ME 04021
(207) 400-1123
Dale.Denno@legislature.maine.gov

Board/Committee Members for the year ending 06/30/2017Term
Expired/Expires*

* Some boards and/or positions have no expiration date.

Town Council**[3 Years - 5 Members]**

| | | | | |
|-----------|-----------|---------|-----------------------------------|--------------|
| 6/14/2017 | Barter | Richard | rfbarter@graymaine.org | 207-657-3724 |
| 6/13/2017 | Foshay | Bruce | bfoshay@graymaine.org | 603-714-0835 |
| 6/13/2017 | Gellerson | Peter | pgellerson@graymaine.org | 207-428-3739 |
| 3/21/2017 | Mancini | Lewis | ldmancini@hotmail.com | 207-751-8070 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |
| 6/30/2019 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Blueberry Festival Committee

| | | | | |
|-----------|-----------|-----------------|----------------------------|--------------|
| 8/31/2017 | Antonson | Lacy | lantonson@graymaine.org | 630-841-5132 |
| 8/31/2017 | Archibald | Emanuel "Manny" | earchibald@graymaine.org | 207-776-8405 |
| 8/31/2017 | Dery | Roger [Raymond] | rdery@graymaine.org | 207-699-9699 |
| 8/31/2016 | Rumson | Rachel | rachellyn.rumson@gmail.com | 207-657-4085 |

Board of Assessment Review**[3 Years - 3 Members]**

| | | | | |
|-----------|----------|---------|-----------------------------------|--------------|
| 6/14/2017 | Barter | Richard | rfbarter@graymaine.org | 207-657-3724 |
| 9/1/2017 | Edmiston | Dakota | DakotaEdmiston@yahoo.com | 207-657-2541 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |
| 8/31/2019 | Young | Sharon | syoun0252@gmail.com | 207-632-0075 |

Charles Barker Scholarship Committee**[Unlimited Term - 4 Members]**

| | | | | |
|-----------|-----------|--------|---------------------------|--------------|
| | Burns | Audrey | aburns3775@earthlink.net | 207-428-3775 |
| | Cobb | Ann | | 207-428-3668 |
| 6/30/2017 | Gallagher | Lynn | lgallagher@graymaine.org | 207-657-8314 |
| | Piper | Amanda | amanda.piper@email.com | 207-615-7258 |
| | Stewart | Peggy | pstewart@deanandallyn.com | 207-657-3805 |

Commercial Plan Committee

| | | | | |
|-----------|------|-------|------------------|--------------|
| 7/10/2017 | Lyon | Jerry | jlyon@syseng.com | 207-650-6970 |
|-----------|------|-------|------------------|--------------|

Community Economic Development Committee**[3 Years - 7 Members]**

| | | | | |
|------------|-------------|-----------------|-----------------------------|--------------|
| 9/1/2017 | Antonson | Lacy | lantonson@graymaine.org | 630-841-5132 |
| 11/15/2017 | Archibald | Emanuel "Manny" | earchibald@graymaine.org | 207-776-8405 |
| 9/15/2016 | Barter | Richard | rfbarter@graymaine.org | 207-657-3724 |
| 3/16/2017 | Bibber | Jean | rbibber@securespeed.us | 207-657-4570 |
| 8/18/2016 | Blazejewski | Renee | reneeblazejewski@yahoo.com | 207-428-4454 |
| 8/31/2019 | Dery | Roger [Raymond] | rdery@graymaine.org | 207-699-9699 |
| 6/13/2017 | Gellerson | Peter | pgellerson@graymaine.org | 207-428-3739 |
| | Hutchings | Donald | dhutchings@graymaine.org | 207-657-4338 |
| 8/22/2016 | Leeman | Lawrence | lonnie@christopheraaron.org | 207-657-5116 |
| 9/1/2017 | Monroe | Fran | quilt4u@maine.rr.com | 207-657-4420 |
| 8/31/2018 | Tweten | Colette | ctweten@maine.rr.com | 207-657-6697 |
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Dry Mills Schoolhouse Committee**[3 Years - 5 Members]**

| | | | | |
|-----------|-------------|----------|-----------------------------|--------------|
| 8/31/2019 | Baker-Hewey | Sheryl | sgbaker09@gmail.com | 207-310-0552 |
| 8/31/2019 | Burrow | Joyce | joyceburrow@securespeed.net | 207-831-1498 |
| 10/2/2017 | Dupuis | Jennifer | drymillschool@graymaine.org | 207-657-3649 |

Term
Expired/Expires*

* Some boards and/or positions have no expiration date.

| | | | | |
|-----------|----------|--------------|-----------------------|--------------|
| 3/21/2017 | Mancini | Lewis | ldmancini@hotmail.com | 207-751-8070 |
| 8/31/2018 | Scarpata | Jeanne Marie | jeam_me@hotmail.com | 207-714-9001 |
| 8/31/2018 | Walker | Charlena | cwalker2@maine.rr.com | 207-657-4811 |

Finance Committee [3 Years - 3 Members]

| | | | | |
|-----------|-----------|---------|-----------------------------------|--------------|
| 9/1/2017 | Biron | Timothy | tbiron@maine.rr.com | 207-657-5803 |
| 6/30/2017 | Gallagher | Lynn | lgallagher@graymaine.org | 207-657-8314 |
| 8/31/2016 | Joyce | Dan | djoyce@graymaine.org | 207-299-3310 |
| 8/31/2018 | Smith | Tracey | tjsmith207@gmail.com | 207-712-8100 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Grange No 41 Scholarship Committee [3 Year Terms - 3 Members]

| | | | | |
|-----------|--------|-------|-----------------------|--------------|
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |
|-----------|--------|-------|-----------------------|--------------|

Gray Cemetery Association

| | | | |
|-----------|-----------|--------------------------|--------------|
| Bisciglia | Lori | | |
| Burns | Audrey | aburns3775@earthlink.net | 207-428-3775 |
| Morrison | Galen | galen.morr@gmail.com | 207-657-3931 |
| Pollard | Gwendolyn | | |
| Sawyer | Bruce | | 207-657-3871 |
| Sawyer | Robert | wwmtkwkr@aol.com | 207-657-4909 |
| Stilkey | Chris | dcstilkey@comcast.net | 207-865-3940 |
| Whitney | Donald | dobewhitney@yahoo.com | 207-329-3012 |

Gray Historical Society

| | | | |
|---------|---------|------------------------|--------------|
| Carroll | Donnell | dcarroll@myottmail.com | 207-657-4107 |
| Taylor | Karen | PKTTaylor@aol.com | |
| True | Nancy | | 207-657-2661 |
| Whitney | Donald | dobewhitney@yahoo.com | 207-329-3012 |
| Wilson | Peg | | 207-657-3827 |

Gray Water District Trustees [5 Years - 5 Members]

| | | | |
|-----------|---------|----------|--------------|
| 6/14/2017 | Dunn | Steven | |
| 6/30/2021 | Edson | Andrew | |
| 6/30/2019 | Lessard | Michael | 207-657-2112 |
| 6/30/2020 | Murray | M Joseph | 207-657-3034 |
| 6/30/2018 | Sawyer | Bruce | 207-657-3871 |

Library Board of Trustees [3 Years - 7 Members]

| | | | | |
|-----------|---------------|-------------|-----------------------------------|--------------|
| 2/2/2017 | Barter | Richard | rfbarter@graymaine.org | 207-657-3724 |
| 8/31/2019 | Burrow | Joyce | joyceburrow@securespeed.net | 207-831-1498 |
| 6/13/2017 | Gellerson | Peter | pgellerson@graymaine.org | 207-428-3739 |
| 9/1/2017 | Hutchings | Christopher | hutch6393@yahoo.com | 207-657-6393 |
| 8/31/2018 | Larrabee | Patricia | alpineacre@maine.rr.com | 207-657-4638 |
| 8/31/2019 | Morrison | Karen | kmorrison@collaborativeschool.org | 207-615-3716 |
| 9/1/2017 | Nason Sturgis | Amy | | 207-657-2190 |
| 8/31/2018 | Scarpata | Kiersten | kscarpata@hotmail.com | 207-838-4729 |

School Board

| | | | | |
|-----------|-------|-----|--|--------------|
| 6/30/2019 | Arata | Amy | | 207-926-3901 |
|-----------|-------|-----|--|--------------|

Term
Expired/Expires*

* Some boards and/or positions have no expiration date.

| | | | | |
|-----------|-----------|--------------|---------------------|--------------|
| 6/30/2019 | Burrow | Will | | 207-428-3483 |
| 6/30/2019 | Cavanaugh | John | | |
| 6/30/2017 | Hall | Shad | shad@getshad.com | 207-893-3445 |
| 6/30/2017 | Harriman | Gary | | 207-926-4361 |
| 6/30/2018 | Martell | Tina | Tina.MARTELL@td.com | 207-657-5025 |
| 6/30/2018 | Menard | Joseph | | 207-926-3100 |
| 6/30/2018 | Pfeifle | Louis Samuel | | 207-428-3855 |
| 6/14/2017 | Rowe | Anne | abrowe@maine.rr.com | 207-657-4056 |
| 6/30/2019 | Stone | Amy | | |
| 6/30/2019 | Thompson | Barbra | | |

Ordinance Advisory Committee

| | | | | |
|-----------|---------|--------|-------------------------|--------------|
| 6/30/2017 | Maguire | Dan | dmaguire@graymaine.org | 207-615-7384 |
| 3/21/2017 | Mancini | Lewis | ldmancini@hotmail.com | 207-751-8070 |
| | Perry | Sara | perryphenalia@gmail.com | 207-807-2206 |
| | Smith | Tracey | tjsmith207@gmail.com | 207-712-8100 |
| | Wood | Wayne | wtwco@securespeed.net | 207-657-3330 |

Planning Board

[3 Years - 5 Members / 2 Alternates]

| | | | | |
|-----------|-----------|---------|----------------------------|--------------|
| 8/31/2018 | Abrams | Charlie | cabrams@graymaine.org | 207-332-9368 |
| 9/1/2017 | Bibber | Richard | rbibber@graymaine.org | 207-657-4570 |
| 8/31/2019 | Cobb | Dan | dcobb@graymaine.org | 207-428-3968 |
| 6/30/2017 | Gallagher | Lynn | lgallagher@graymaine.org | 207-657-8314 |
| 9/1/2017 | Hutchings | Donald | dhutchings@graymaine.org | 207-657-4338 |
| 9/1/2017 | Myer | Paul | paul@paulmyer.com | 207-347-1985 |
| 8/31/2017 | Rumson | Rachel | rachellyn.rumson@gmail.com | 207-657-4085 |
| 8/14/2018 | Szafran | Adam | adszafran@gmail.com | 207-233-5996 |
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Public Safety Committee

[3 Years - 5 Members]

| | | | | |
|-----------|----------|---------|-----------------------------------|--------------|
| 6/14/2017 | Barter | Richard | rbarter@graymaine.org | 207-657-3724 |
| 9/1/2017 | Edmiston | Dakota | DakotaEdmiston@yahoo.com | 207-657-2541 |
| | Elkanich | Kurt | kelkanich@graymaine.org | 207-657-3931 |
| 8/31/2016 | Hadlock | Shaun | shaun414@gmail.com | 207-653-2633 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |
| 9/1/2017 | Wood | Dick | | 207-657-3922 |

Recreation and Conservation Committee

[3 Years - 5 Members]

| | | | | |
|-----------|----------|----------|-----------------------------------|--------------|
| | Bennett | Dean | | 207-657-2323 |
| 8/31/2016 | Dufresne | Samantha | sadufresn@maine.rr.com | 207-310-1904 |
| 1/28/2017 | Edmiston | Dakota | DakotaEdmiston@yahoo.com | 207-657-2541 |
| 9/1/2017 | Franklin | Dawn | dfranklin102@gmail.com | 207-331-2528 |
| 8/31/2018 | Goff | Derek | derek@derekgooff.com | 207-542-7563 |
| 8/31/2019 | Hankins | Richard | richard.s.hankins@me.com | 779-203-2031 |
| 8/31/2019 | Kirby | Jeff | jandlkirby@yahoo.com | 207-239-7067 |
| 8/31/2018 | McIntire | Crystal | mygoldnk9@aol.com | 207-899-5504 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Recycling Committee [3 Years - 5 Members/1 Alternate]

| | | | | |
|-----------|----------|----------|-------------------------|--------------|
| 8/31/2019 | Antonson | Lacy | lantonson@graymaine.org | 630-841-5132 |
| 6/14/2017 | Barter | Richard | rfbarter@graymaine.org | 207-657-3724 |
| 9/1/2017 | Barton | Dorothy | grammordee@yahoo.com | 207-657-4112 |
| | Cookson | Randy | rcookson@graymaine.org | 207-657-2343 |
| 8/31/2019 | Diehl | Greg | gdbuildersinc@gmail.com | 207-657-4641 |
| 8/31/2018 | Hedman | Jonathan | jbhedman1@gmail.com | 207-714-0351 |
| 8/31/2018 | Perry | Matthew | walleyemaine@gmail.com | 207-749-2134 |
| 8/31/2016 | Thoits | Peter | petethoits@maine.rr.com | 207-657-4184 |
| 2/20/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Zoning Board of Appeals [3 Years - 5 Members]

| | | | | |
|-----------|---------|--------------|-----------------------|--------------|
| 8/31/2018 | Fogg | Brad | bfogg@graymaine.org | 207-657-3850 |
| 3/21/2017 | Mancini | Lewis | ldmancini@hotmail.com | 207-751-8070 |
| 8/31/2019 | Swiger | John | jswiger@graymaine.org | 207-232-7328 |
| 9/1/2017 | Walton | Glenn Loring | gwalton@graymaine.org | 207-233-1116 |
| 9/1/2017 | Wilson | Douglas | dwilson@graymaine.org | 207-650-3178 |

General Assistance Fair Hearing Authority

| | | | | |
|-----------|-----------|-------|--------------------------|--------------|
| 6/30/2017 | Gallagher | Lynn | lgallagher@graymaine.org | 207-657-8314 |
| 6/13/2017 | Gellerson | Peter | pgellerson@graymaine.org | 207-428-3739 |
| 6/30/2017 | Wilson | Jason | jwilson@graymaine.org | 207-233-0734 |

Gravel Pit Ordinance Review Committee

| | | | |
|-------|-------|-------------------------|--------------|
| Perry | Sara | perryphenalia@gmail.com | 207-807-2206 |
| Wood | Wayne | wtwco@securespeed.net | 207-657-3330 |

Greater Portland Council of Governments

| | | | | |
|-----------|-----------|-------|-----------------------------------|--------------|
| 6/13/2017 | Gellerson | Peter | pgellerson@graymaine.org | 207-428-3739 |
| 1/31/2017 | Sturgis | Matt | matthew.sturgis@capeelizabeth.org | 207-657-2190 |

STATISTICAL DATA

| | 2016/2017 Tax Year | 2017/2018 Tax Year |
|--|--------------------|--------------------|
| Taxable Property Valuation | \$753,458,300 | \$764,994,700 |
| Cumberland County Appropriation | \$598,865 | \$617,664 |
| MSAD 15 Appropriation (Local Share Only) | \$8,977,627 | \$9,565,620 |
| Municipal Appropriation | \$7,098,767 | \$7,856,230 |
| Total Taxes Committed for Collection | \$13,599,922 | \$14,534,899 |
| Tax Rate | \$18.05 | \$19.00 |

EQUALIZATION (REVALUATION) UPDATE:

The Equalization Project is scheduled to be completed by June of 2018. Property owners will be notified of the new assessments at that time, and informal hearings will be scheduled for taxpayers that have questions or concerns about the new assessments.

PROPERTY TAX RELIEF PROGRAMS

The following programs are made available to taxpayers at the local level. Applications are located at the Assessor's Office and on the Town of Gray's website www.graymaine.org. Applications must be filed on or before April 1st.

Homestead Exemption: To qualify, homeowners must have owned a homestead in Maine for a minimum of 12 months prior to April 1st and declared the homestead to be their permanent place of residence. Once the application is filed, the exemption remains on the property until the owner sells or changes their place of residence. This exemption provided up to the whole value of \$18,000 of taxable valuation exemption.

Veteran's Exemption: Any veteran, or the widow or widower of a veteran, who has reached the age of 62 and served on active duty during a federally recognized wartime period may be eligible for this property exemption. Veterans under the age of 62 who served on active duty during a federally recognized wartime period must be receiving a pension or compensation from the US Government for total disability. This exemption provided up to the whole value of \$5,400 of taxable valuation.

Blind Exemption: Individuals declared legally blind by a medical doctor or eye care professional may be eligible for this exemption which provided up to the whole value of \$3,600 of taxable valuation exemption.

Property Tax Fairness Credit: This program is administered by the State of Maine and applicants may file for this refund program as part of their State of Maine income tax return.

Business Equipment Tax Exemption (BETE): Certain businesses may qualify for an exemption on personal property tax for equipment first subject to taxation on or after April 1, 2008. This exemption is not an automatic exemption and must be applied for annually.

Business Equipment Tax Reimbursement (BETR): Certain businesses may qualify for tax reimbursement from the State of Maine on personal property tax paid during the previous year.

Taxpayers begin the application process by filing an application form with the local assessor's office, followed by the filing of an application form with Maine Revenue Services. This reimbursement must be applied for annually.

PROPERTY VALUATION

Property is assessed based on the status of the taxpayer (eligibility for tax exemptions) as well as the location, condition and taxable status of the property as of April 1st of each year in compliance with state statute.

Mobile homes are considered to be real estate for property taxation purposes. An individual buying, selling or moving a mobile home is required to contact the assessor's office to provide information for the updating of ownership records.

The Commitment book, property tax maps, and real estate transfer tax forms are public records and are available for review at the town office. Citizens are welcome to call or visit the office at any time during regular office hours.

Respectfully submitted,

Lauren Asselin, CMA

Assessor

lasselin@graymaine.org

(207) 657-3112

The Building and Grounds department currently employs three, 40 hr. full-time employees and one, 24 hr. part time employee. The department works with the Code Enforcement Officer, Planning Department, Public Works, Transfer Station, Public Safety, Recreation Department and volunteers who have all assisted in some way or another to help our department.

The department has completed projects and maintenance during the fiscal year ending in June 2017. All buildings received regular inspections of all AC/heating units, fire extinguishers, sprinklers systems, septic tanks, and security systems. Inspections were also completed on elevators located in the Pennell Building and library. The department is also responsible for any light landscaping and general maintenance throughout the Town of Gray.

Respectfully Submitted,

Edward A. Milose, Director
Buildings & Grounds

In the Code Enforcement Office, 2017 has been a consistently busy year with a total of thirty-eight (38) new dwelling units from January 2017 to the end of December 2017, as well as three (3) new duplexes and four (4) condo units. The total number of building permits decreased from 277 to 234. The overall permits issued in 2017 increased from 738 to 796. The following numbers of permits were issued in 2017:

| | |
|---------------------------|---|
| Building Permits | 234 |
| Shoreland Zone Permits | 12 |
| Electrical Permits | 188 (due to storm 13 Generator installs) |
| Internal Plumbing Permits | 88 |
| Septic System Permits | 127 |
| Miscellaneous Permits | 147 (due to storm in fall, 12 tree removal) |

NOTE: Miscellaneous permits include docks, demolition, home occupation, pool, sign, driveway openings and tree removal.

The Town has hired Johnathan Reed on a part-time basis to keep permit issuance and inspections moving along.

Code Enforcement has handled several various health issues this year.

A reminder to everyone that has a in ground pool, the State Law requires the pool to be fenced in with a solid barrier that is 4 feet high. An unfortunate instance that happened this past year, a homeowner did not have the required enclosure around their pool, ended up with a bull who had managed to escape the butcher shop no less, only to end up in their pool. Needless to say, the bull nor the pool fared very well.

We are grateful to the dedicated volunteers on the Zoning Board of Appeals for their willingness to devote their time to keep the Town's important administrative functions moving forward.

Respectfully Submitted,
Tom Reinsborough, CEO/LPI/Health Officer

Town of Gray Municipal Website [www.graymaine.org]

- Website conversion project. Continued design of new TOG website layout/theme and worked directly with VTS to implement. Transition period from mid-August through early October 2016. Launched new site 1 Oct 2016. All transitional issues were corrected as of the end of October, 2016.
- Review of Recyclopedia module of redesigned site. As with other multi-user modules, the VTS product included all the basic functionality expected, but could not provide for custom enhancements without further outlay of funds. Since it was feasible to host more than one site on JustHost [where our current Assessment Data website is hosted] at no additional cost, a decision to forgo the VTS Recyclopedia in lieu of a self-hosted site was finalized in late fall 2016.

Recyclopedia

- Developed a vision for a Town of Gray Recyclopedia in concert with the Solid Waste & Recycling Department and Recycling Committee.
- Constructed the new site using multi-site Drupal instance on our JustHost hosting account.
- Designed/developed site theme and navigation to allow easy access to item-specific dispose/reuse/recycle data.
- Coordinated data entry for Recyclopedia items with Randy Cookson and the Recycling Committee.

Connected

- Early concept refinement and site definition for a Town of Gray news/event portal to deliver articles of interest to the Gray community in the areas of business, lifestyle, events, and people.
- Initial design feasibility with VTS re: hosting Connected as “department” of TOG main site. Cost & design restrictions indicated that a self-hosted Drupal installation would offer more flexibility and all of the functionality/features desired. Notified VTS that we would NOT proceed with their proposed design.

2017-2018 Goals: Communications & Information

- Develop & launch an online community news center;
- Recruit/train community news contributors;
- Increase number of subscribers for municipal news/announcements, urgent alerts, and community news center (new);
- Increase number of Facebook followers

Respectfully submitted,
Debi Curry, Website Administrator

The Dry Mills Schoolhouse Museum Committee was created by the town council to preserve this historical landmark for current and future generations to learn from and enjoy.

The Committee's goals for 2016-17 were to:

1. To have all necessary repairs completed to the sub-floor, underpinnings, etc. so that the schoolhouse can re-open to the public.
2. To fill the final Committee vacancy.
3. To increase the number of volunteers who make it possible for the museum to serve the public.

Unfortunately, the above goals were not met as the Dry Mills Schoolhouse Committee suspended activities due to the closure of the Schoolhouse building. The Dry Mills Schoolhouse was closed in September of 2015 pending funding for needed repairs.

The committee's goals for 2017-18 are:

1. To reactivate the Committee
2. To fill the final Committee vacancy.
3. To identify ways the Committee can assist in securing the funds necessary for repairs to reopen the Schoolhouse.

Respectfully submitted,

The Dry Mills Schoolhouse Committee

Jennifer Dupuis, Charlena Walker, Sherrie Baker, Joyce Burrows

The Registrar of Voters at the Town Clerk's Office is responsible for voter registration; maintenance of the voting list; and the administration of elections.

November 8, 2016: General, Referendum & Municipal Election

- Registered Voters: 6371
- Number of Voters: 4942
- Voter Turnout: 78%
- Number of Absentee Voters: 1714

June 13, 2017: Municipal Election

- 3 Town Councilors – Sandra M. Carder, Bruce F. Foshay, Daniel H. Maguire
- 2 School Board Members – Richard F. Barter, Anne B. Rowe
- 1 Gray Water District Member – Steven J. Dunn
- Number of Voters: 739
- Number of Absentee Voters: 35

Elections Require the Work of Many Volunteers—Thank You!

We would like to recognize and thank all those citizens who took time out of their busy lives to serve as election officials in 2016 & 2017. The success of our elections relies upon the dedication and work of our election workers.

Special thanks to: Joyce Burrow, Carol Dionne, Pat Dunn, Natalie Edmiston, Rachel Edson, Gary Foster, Joanne Goguen, Gene Humphrey, Sharon McDonald, Ted MacDonald, Rhee Michelle-Smith, Gary Smith, Pat St. Pierre, Laurence Szendrei, Sue Trudel, Susan Tsukroff, David Whitney, Ruby Whitney, Jack Wibby and Sharon Young

In April, 2016 a grassroots' effort was underway to reinvent the Town's annual summer festival, reminiscent of the fond memories residents have of Gray's former **Old Home Days***. In May, the Town Council approved the idea and less than four months later, Gray's **End of Summer Fest** took place on Saturday, August 27, 2016 from 9:00 AM to 3:00 PM at 24 Main St., outdoors behind the Town Hall and Newbegin Gym. The summer festival focused on four main goals:

- Celebrate and promote the Town of Gray, businesses, organizations, and Pennell Complex;
- Build on existing, and foster new, collaborative efforts in town;
- Create 'new childhood' memories and relive 'old childhood' memories of Gray's Old Home Days;
- Educate attendees by offering booth and activities.

The 2016 festival raised \$2,000 through the generosity of four sponsors; several hundred dollars' worth of in-kind donations; \$225 in donations; and the Town of Gray contributed \$1,250 as well as hosted the event. Total expenses equaled \$3,452. An estimated 350 or more people attended, along with 75+ people that were there manning the booths, activities, and volunteering.

This inaugural, 6-hour daytime event was free to the public and offered: live music performed by 4 local bands (brass jazz, blue grass, and two pop rock); 4 ½ hours of horse-drawn wagon rides; some family-friendly table games and old fashioned lawn games. Another big hit with families with young children was face painting, tempera painting, and building fairy houses. To help promote the new Pennell Park trail, a Fun Run Dash took place in the late morning with about 15 kids ages 2-12. The heart of the festival was the 25 local businesses, school and community groups that had booths (including alpacas, goats, robotics, catapults, free chair massages, and a cash cube), along with 2 local crafters, 2 vendors, 3 food booths. Afternoon temperature hovered in the high 80's. Attendees were appreciative that a local business was giving away free bottles of water, and the dunk tank was a popular attraction. From 8 AM to noon, 3-4 other local businesses and a local church participated in the 'Gray Give-Away' and the church pastor oversaw the 10 AM door prize raffle drawings - gift certificates from local businesses. The Gray Rec. Department held a free 'Sports Equipment Swap'. Public parking was across the street in the grassy field owned by one of the sponsors. Fire Rescue volunteers helped with traffic/street crossings.

Getting the word out was key, and a challenge in this day and age. Marketing efforts included: creating a Facebook event page; articles and an ad in local newspapers; having an info table at the June elections; and posters, fliers, lawn signs, and large canvas banners.

In December 2016, two of the four End of Summer Fest planning volunteers and two new members from the Community Economic Development Committee met to start planning a 2nd annual summer festival to be held again in August. Over the next few months, they also met with three members of the G-NG High School *Community Service Club*. Thanks to the inspiration of committee member Rachel Lyn Rumson, by April 2017, the festival was officially renamed the [Town of] Gray Blueberry Festival. Building off the initial success of this new Town festival, the committee sought to: 1) offer more food vendors, crafters, and interactive activities; 2) increase sponsorship participation to help grow the event; 3) officially count the number of people attending; 4) rebrand the event with a formal logo and, most importantly, a unifying theme – hence a Blueberry Festival. The 2nd annual summer festival would take place Saturday, August 12, 2017 - the same weekend as the Maine Wildlife Park's annual Pow Wow, and a G-NG High School reunion for graduates from several years in the mid 1960's and early 70's.

Respectfully submitted,
Lacy Antonson, Chair [Volunteer]

* *Gray's Old Home Days took place for several decades and ceased operating in the early 1990's.*

It is my pleasure to submit the annual report for your Gray Fire Rescue Department.

I would like to thank the Town Council and the Town Manager for their guidance and support. Thanks to the staff and membership of Gray Fire Rescue for their continued dedication to the Town of Gray and its citizens. I would also like to thank Steve LaVallee and our Public Works Department for keeping our roads safe and to Ed Milose and his staff for their daily support. I appreciate the assistance, dedication and continuous support from all our Town Office staff.

Gray Fire Rescue department consists of 38 members, including 8 fulltime, 28 call/volunteer and 2 per diem Paramedics. Thank you to the Officers and staff of our Department, who continue to serve you every day with the needs of the Citizens of Gray first and foremost in all that they do. It's important to note that your fire department is trained to the same standards as any full-time department in the State of Maine. We are required to stay current with all training standards and re-certifications resulting in over 2000-man hours in combined training time.

We responded to over **1,300** calls this year with a breakdown of approximately **900 EMS** calls and **400 Fire** calls. We have received continued support from our Mutual Aid towns. Thanks to New Gloucester, North Yarmouth, Cumberland, Windham, and Raymond.

Please remember, all outside fires require a burning permit. For more information call 657-3931.

Members continue to expand their knowledge and certifications, thru classes and in-house training.

Home addressing continues to be problematic, with an estimated 50% of homes either improperly addressed or not at all. Remember seconds count and we sometimes spend precious moments looking for the home we were dispatched to because of address numbers that are not displayed.

Please help us find your home in an emergency. Please post your house number on your property or mailbox in 4" minimum numbers. We want to respond quickly to you in your time of need. If you have questions on how and where to post your street number, please call our office at 657-3931.

Respectfully submitted,

Kurt Elkanich
Chief of Department
Gray Fire Rescue

It is my pleasure to submit the annual report recording the Gray Public Library's activities for fiscal year 2017.

I would like to extend my deepest appreciation and thanks to the Town Manager and Town Council for their continued support and guidance. I also cannot thank enough the members of the Gray Public Library Trustees for their time, their insights, and their dedication to making the Gray Public Library a jewel in the Town of Gray, and also the members of the Gray Public Library Association whose support makes possible all the activities and endeavors that make this institution a truly special and unique place. And last but not least, I would like to thank the many other Town departments, from Buildings and Grounds to Public Works to Public Safety, whose work makes our continued operation possible.

The Gray Public Library consists of six employees - three full-time, and three part-time. Without their tireless efforts, eternal well of good cheer, and dedication to the users of the Library, our monumental accomplishments would be impossible.

In FY17, the Gray Public Library continued to fulfill its mission of "offer(ing) all citizens an information center that provides a balanced collection of books, access to current technology, and a dynamic and well trained staff, all in a facility that is both functional and user friendly." The Library is open 40-hours per week, is a member of the Minerva consortium which allows library users access to literally millions of items which can be delivered through van delivery on a daily basis, and, thanks to an expansion in 2013/2014, contains two meeting rooms which can be accessed independent of Library operating hours.

During this year, patrons from the Gray Public Library checked out and renewed a total of 70,415 items. This number represents items that were found on our shelves and checked out, plus items received from other Libraries via the Minerva system. The collection at the Gray Public Library was checked out 66,537 times, which includes use by both Gray patrons, as well as other library patrons who request our materials via Minerva. Materials sent from other Libraries were checked out a total of 8,056 by Gray patrons. Materials from the Gray Library collection were checked out 15,422 by patrons from other Libraries. This makes the Gray Public Library one of the highest contributors to the Minerva system – a testament to the unique and attractive collection that has been developed here.

If individuals had purchased their items instead of checking them out of the Gray Public Library, it would have cost the community \$1,524,192.

The Gray Library serves its community with more than just materials. We offer public computing use for any individual who enters the building. In Fiscal Year 18, our eight public computers were used for 2,594 sessions. People using these computers logged 1,636 hours of use. This number does not include users who utilize the Library's free Wi-Fi. The Wi-Fi serves people both inside the Library, as well as extending out to our parking lot. People can be seen at all hours of the day and night using the Library Wi-Fi.

Programming at the Gray Public Library continues to enlighten, delight, entertain, and amuse all ages in the community. Overall, the Gray Library presented 311 programs in Fiscal Year 2018, with a total attendance of 4,747. Highlights from our program offerings include the community favorite Ginger Bread House Day, which had over 600 coming to the Library for some annual

holiday fun in December. Another newly added holiday offering was our second-annual Holiday Ukulele Sing-along Concert which featured members of the Sebago Lakes Ukulele Society playing for a packed house. The continuing Movie Time! film series remains a joy for community members of all ages. In FY18, we screened 103 films for adult audience with 510 attending, and 88 films for juvenile audiences with 550 attending. The Pat Barter Speaker Series had another year of presenting top authors, tradesmen, and scientists to the public. We presented eleven programs under the Pat Barter Speaker Series, with a total attendance of 475.

Our children's programming continued to flourish. Our beloved Children's Librarian presented 69 Storytimes with a total attendance of 1,713. The Young Adult Book Club continued to grow in membership. And for the first year, we hosted a kickoff party for our annual Summer Reading Program which had over 200 people sign up. As part of the Summer Reading Program, we presented seven programs with a total attendance of 235 people.

The Library remains a vital component of this growing community. Every staff member and volunteer looks forward to another year of serving the public, providing materials, presenting quality programming to entertain and enlighten, and continuing to prove that the old Henry Ward Beecher quote that "A Library is not a luxury but one of the necessities of life" remains true in the 21st century.

Respectfully submitted,
Josh Tiffany, MLIS
Director, Gray Public Library

The mission of the Parks & Recreation Department is to provide the best possible service of activities, programs, facilities, social and leisure time opportunities to the residents of Gray and New Gloucester. Our goal is to encourage personal growth, improve personal health and enhance the overall quality of life for its patrons.

Our department is responsible for the planning, coordination, supervision and implementation of programs, special events, child care services, facilities and enrichment classes.

Our department employs two fulltime, one part-time employee, many seasonal / part-time employees and a host of volunteers.

We also operate and maintain Wilkies Beach on Crystal Lake (Gray residents only), a large portion of the Libby Hill Forest Trails, Newbegin Gym, Pennell Park and the athletic facilities around the Pennell Municipal Center which include 2 lit beach volleyball courts, an outdoor basketball court, regulation softball field, t-ball field and multiuse field.

Sincere thanks and appreciation to the Gray Recreation and Conservation Committee as well as the Gray Bike Ped Committee which put in numerous volunteer hours and support all of our services. Another shout-out goes to the many adult volunteers and the GNG Community Service Club members for their dedication and commitment. We truly would be at a loss without you all. Thank you for making Gray a special place to work and live.

Sincerely,

Dean M. Bennett – Director

SUMMARY OF PROGRAM OFFERINGS 2016-2017

- **YOUTH SPORTS:** Volleyball camps, field hockey camps and clinics, ultimate frisbee, fall youth soccer, gymnastics lessons, cheer tumbling, mini hoops, indoor soccer, basketball, soccer foot skills, x-c skiing, track and field, lacrosse and nerf nights.
- **YOUTH ENRICHMENT:** Mad Science, Broadway for Beginners, Home Alone, American Red Cross Babysitting course.
- **ADULT FITNESS/ENRICHMENT:** Total Body Conditioning, Zumba Gold, Country Heat, Men's 4 v 4 basketball league, walking in gym, photography classes and pickleball.
- **DROP-IN ACTIVITIES:** Family open gym, adult pick-up basketball, play pals.
- **CHILD CARE:** Summer day camp, Leaders In Training, in-service days, Kids Club, parents night out, early release days, Feb & April vacation camps.
- **SPECIAL EVENTS:** Summerfest, bike rodeo, Halloween party, tree lighting & visit with Santa, Red Cross blood drive, municipal elections, shoe box giving, Patriot 5K, Longest Day Trail Run, Libby Hill Dually race, Movies in the Park, movies & concerts in the park. We also rented out the Newbegin Gym for numerous birthday parties and to Maine Junior Volleyball program.

OTHER ACTIVITY WITHIN OUR DEPARTMENT

- Receiving another grant from Lakes Environmental Association for courtesy boat inspections in the amount of \$1300. This helps pay wages for the staff performing the inspections.
- Monitoring the water quality at Wilkies Beach as well as conducting boat inspections.
- Worked closely with the Bike Ped Committee to open up another trail behind Newbegin with plans for a small connector trail between Hancock Street and the plaza.
- Rec staff attended numerous in-service training and conferences throughout the year.
- Attempted to offer the community ice skating , again, on the basketball court without much success (primarily due to the weather). We did have a small skating event that went very well.
- Refinished Newbegin Gym floor.
- Interviewed and hired a new Recreation Programmer (part-time).
- Windham Correction Center volunteered a days work chipping the trail behind Pennell.

I am pleased to have the opportunity to report on the activities of the Planning Department and Planning Board. During this reporting period, the Planning Board met for 11 regularly scheduled meetings, one specially scheduled Planning Board meeting, and three Planning Board workshops. In addition, the Chair attended one Staff Review Committee meeting to review a Minor Development for a home-based child care and for minor revisions to a previously approved subdivision. Members of the Planning Board also attended several Town Council workshops and provided input for various ordinance revisions which will be highlighted in the Ordinance Advisory Committee Report. Three Planning Board members attended the Maine Municipal Association Planning Board training and most of the members attended the annual legal issues seminar held by the Town's consulting attorney firm.

The Planning Board reviewed and approved 6 residential subdivisions, Victoria Lane, Country Knolls (amendment), Twin Brooks, Dutton Heights, Whitney Ridge (amendment), and Koko Lane which resulted in 15 new lots and 18 new dwelling units. Previously approved subdivisions have continued to see renewed activity including lot sales and building permits issued. There have also been numerous lot division that do not require subdivision review. The combination of the renewed interest in previously approved subdivision lots and other new lots is reflected in the number of building permits and new dwelling units shown in the Code Enforcement Officer's Report. The previously approved O'Teri Acres commercial subdivision came back for an amendment to change lot lines and the configuration of the access to allow for a new project to move forward.

The Planning Board was involved in the several Site Plan Reviews for a wide variety of projects. Final approval was granted for the Inn at Spring Meadows (Fogg Farm/O'Teri Acres) which consisted of overnight lodging and an event venue located at the Fogg Farm homestead and barn on Lewiston Road. A new Inland Fisheries and Wildlife (IF & W) Headquarters was approved on Game Farm road to replace the aging structure on Shaker Road. The S.W. Cole office on Portland Road was approved for an expansion that resulted in additional meeting space, larger offices and improved energy efficiency; this expansion was completed in 2017.

The Village Area Loop Trail (VALT) was expanded in Phase 1B which included a new crosswalk, sidewalk segment, shared use striping and signage on Hancock Street, and an improved connector between Hancock Rd and the Gray Plaza. Thank you to all the volunteers who worked hard to make this project a reality. The School Department was also an applicant and was approved for a substantial addition to the Gray/New Gloucester Middle School and improvements to the existing structure, parking, and stormwater elements.

The expansion of the Enercon facility located in the NorthBrook Business and Industry Campus started last reporting period and involved the establishment of a new Zoning District, Business Development 2 (BD-2), an Amendment to the previously approved commercial subdivision, and Site Plan Review for Phase 1 which included clearing and site work in preparation for Phase 2. The Phase 2 Site Plan application for the buildout was reviewed and approved during this reporting period. The construction of the new 69,000 +/- sf state-of-the-art facility is in progress and projected to be completed in the spring of 2018.

To move forward, two larger projects required Contract Zone Agreements (CZA). After completing the CZA process with Town Council, Planning Board, and Staff input, the Bruns Bros expansion and the Cumberland Farms tear down/rebuild projects moved forward to Site Plan Review with the Planning Board. The Bruns Bros project was approved, and the construction phase has been completed. The Cumberland Farms project review carried over to the next fiscal year and construction is anticipated to commence in the spring of 2018.

Hill View Mini Barns, located on Lewiston Road, was approved in 2015 and opened in 2016 for retail sales. The project came back for an Amendment to Site Plan in 2017 for changes to the location of the approved office space and an additional structure. They in the process of building their office space and a new storage building and plan on extending their office hours in Gray. This list of projects does not include businesses that located or re-located to Gray in existing space that did not require the project to appear before the Staff Review Committee or the Planning Board for Site Plan Review.

The Town certainly benefits from all the existing business that chose to stay and expand in Gray as well as all the businesses that are new to the Town. Thank you for locating your businesses in Gray. It has been a pleasure working with the business owners and their consultants during the application and review process. I would also like to personally thank the Planning Board members that served during this time frame: Chair Donald Hutchings, Vice Chair Dan Cobb, Richard Bibber, Charlie Abrams, Adam Szafran, Rachel Lyn Rumson, and Paul Myer. Additionally, I would like to thank Nancy Trottier as the recorder of minutes, Grant Guiliano and Brad Fogg for recording and broadcasting the meetings, and Town Councilor Lynn Gallagher for serving as the Council Liaison to the Planning Board.

The Planning Department is housed within the Community Development Department; In addition to working with a dedicated group of volunteers on the Planning Board, I am fortunate to be surrounded by the Community Development staff that is both a pleasure to work with and committed to serving this Town. Pam Edson has fully transitioned to her new role as our Assistant and her years of experience as a Clerk have helped streamline our work and increase our efficiency. Thank you all!

Respectfully submitted,
Kathy Tombarelli
Town Planner

To the Town Manager, Gray Town Council and the Citizens of Gray:

It is with great pleasure that I submit to you the 2016/2017 Annual Report of the Department of Public Works:

The summer of 2016 and spring of 2017 proved to be busy for the Department. The following roads were reclaimed and paved with one and half inches of hot top: 1) Legrow Road, 2) Mayall Road, 3) Brown Street, 4) Fairview Ave, and 5) Hunts Hill Road for a total of 3,705 tons. After adding shoulders to the above-mentioned roads, the crew spent the rest of the season performing routine maintenance. Other projects completed during this time period included new catch basins on Mayberry Road and Brown Street, a large culvert replacement on Dutton Hill, and construction started on the Brown Street sidewalks.

The winter of 2016/2017 was a very busy and tough winter. Over the course of the winter we used 3,167 tons of salt, 6,384 yards of sand and 3,695 gallons of calcium. Our first storm was November 11, 2016 and our last storm was April 9, 2017. We had a total of 109 inches of snow and several ice storms totaling three inches of freezing rain and ice. We experienced a total of 30 storms, causing 37 different plowing and sanding events and a total of 3,975.5 equipment and man hours. The crew handled the many hours behind the wheel very well, while serving the town with pride and dignity and all answered every one of my frequent calls.

As of July 01, 2017, the Public Works Department Crew consisted of, Arthur St. Cyr, Michael Toderico, Nick Hutchins, Mike Morneau, Alec Dodd, Tim Estes, Vaughn Hutchings and Michael Whittier [Full-Time]. Our part time seasonal crew consists of Chris LaVallee, Dean Hadlock, Glen Mehan, William Plummer, and Michael Ryan. All our employees are very important to the town and Public Works would cease to operate without them. I am proud to be their Department Head and very grateful for their dedication to the Town of Gray.

Thanks to Ed Milose, our Maintenance Supervisor and his crew. Ed's constant support continues to bail us out of many situations.

Once again, I want to thank Chief Kurt Elkanic and the Department of the Public Safety for the many assists during the past year, the two Public Service Departments work many times as one and in very fine fashion. We would also like to thank the Maine State Police, Cumberland County Sheriff's Department, and Cole Chandler our Town Sheriff for their many assists.

And has always big thank-you to all the citizens of Gray who volunteer their time to serve our departments and committees and to all the citizens who show courtesy towards our department as we strive to improve the safety of our Town ways. And last, but not least, to Ann, Jon, Tom, Elizabeth, Pam, Judy, Galen, Cathy, Kathy, and Doug, whose constant support makes and has made my job much easier.

Respectfully submitted,
Steve LaVallee
Director of Public Works

The Recycling Committee exists to assist the Director of Recycling and Solid Waste and to promote Recycling throughout the Town. This year was a year of Transition as we had two changes of Town Council representative to our committee, the **loss** of a long-term member and the addition of a new member. Due to the meeting quorum requirement we were only able to hold seven meetings.

August 2016 saw the implementation of last year's project, the Bulky Waste card, which allows a citizen to throw a number of bulky waste items for free when it is convenient for him/her. This replaced two free weekends a year for bulky waste. As we end the first year, it appears to be a success.

On the last week of August 2016, the committee staffed the annual Hazardous items recycle day collection. This was a success with many hazardous chemicals and other items being safely handled.

This year we started a project connected with the new Town website called the "Recyclopedica" which will be a one stop shop on our web page that will allow residents to look up items they would like to dispose of and get direction on when and how they can dispose of them in Gray. It will also identify items that must be handled elsewhere and give suggestions as to their disposal. Working with Debi Curry, we were able to look at the generic prototype that came with the Website and reformat it to fit our needs in Gray. This project will be finished in the next **Fiscal** year as we populate the pages with data. This will be geared to Gray's unique ability to handle many types of waste not handled by other towns.

The last two meetings, we planned for participation in the Annual Blueberry festival where we plan to have a booth we are sharing with a representative from Eco-Maine. We will be holding a children's recycling activity, as well as, discussing our Recycling operation with our citizens.

Thanks to Pete Thoits for past and present service to the Recycling committee including being a past Chairman.

Welcome to Greg Diehl who is our newest member.

Thanks to Jason Wilson and Richard Barter for their guidance during this year.

Respectfully submitted
Jonathan Hedman, Chair' Recycling Committee

Greetings:

It is with pleasure that I submit to you this brief report on the happenings of the Solid Waste and Recycling Department for the fiscal year ending June 30, 2017.

Wood waste continues to be a difficult material to dispose of economically. Disposal prices have risen from \$32 a ton a year ago to \$45 a ton this year. Mills are finding it less expensive, due to testing and ash disposal, to burn oil and clean wood waste, i.e. forest slash. When an outlet is found they tend to be quite finicky regarding what is mixed with the wood, like Formica countertops, plastics, insulation, and roofing material to name but a few. It is imperative that these items be kept separate from the wood waste.

Issues have been arising regarding the use of the “Swap Shop”. We are working to resolve these, so this important segment of our recycling program will work better for all concerned.

Plastics. China, which imports approximately 65% of plastic scrap separated for recycling in the United States, is putting a ban on the importation of this as well as paper products citing environmental reasons. Though we in Gray have not shipped plastics or paper overseas in the past couple years, this will have a serious impact on us. Existing mills in the United States will experience an overabundance of material, both plastics and paper, causing prices to plummet at best. The industry is saying to expect movement of material to be slow at first and dropping off from there. Storage will likely be our greatest challenge while we wait for the market to adjust. This will be a difficult year in the recycling business but we have experienced downturns before and rode it out, we will do it again.

Through Fiscal Year 2017, the Solid Waste Department had expenses totaling \$551,820, and revenue of \$131,120. With increased recycling, we can lower our expenditures and increase the revenue.

As always, I would like to close by thanking my dedicated staff for their perseverance during the cold of winter and the heat of summer while performing tasks that are less than glamorous, a determined Recycling Committee whose commitment to the overall well being and function of the Transfer Station cannot be overstated, the many volunteers who have assisted throughout the year and you, the general public for allowing me to work for you. I am proud to be at your service.

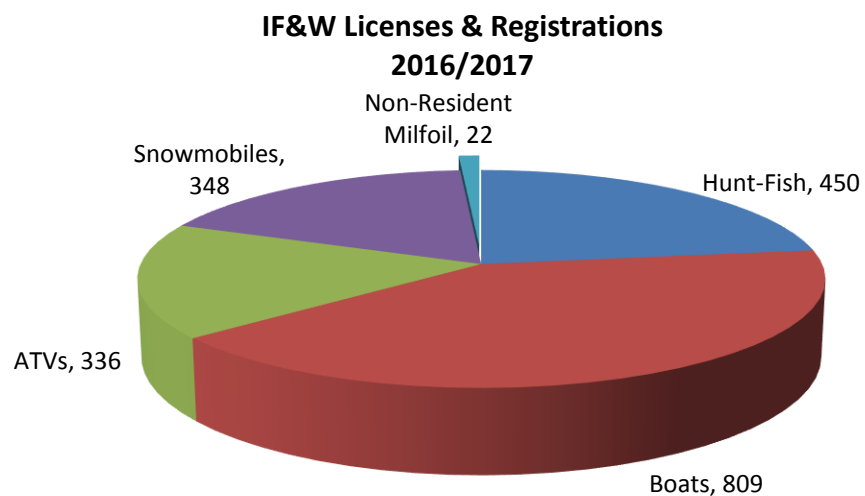
Randy J. Cookson, Solid Waste Director

The Gray Town Clerk's Office is an agent of the Bureau of Motor Vehicles and is authorized to issue new registrations and registration renewals to residents of Gray. Vehicles may also be renewed online at www.informe.org/bmv/rapid-renewal/.

INLAND FISHERIES & WILDLIFE REGISTRATIONS

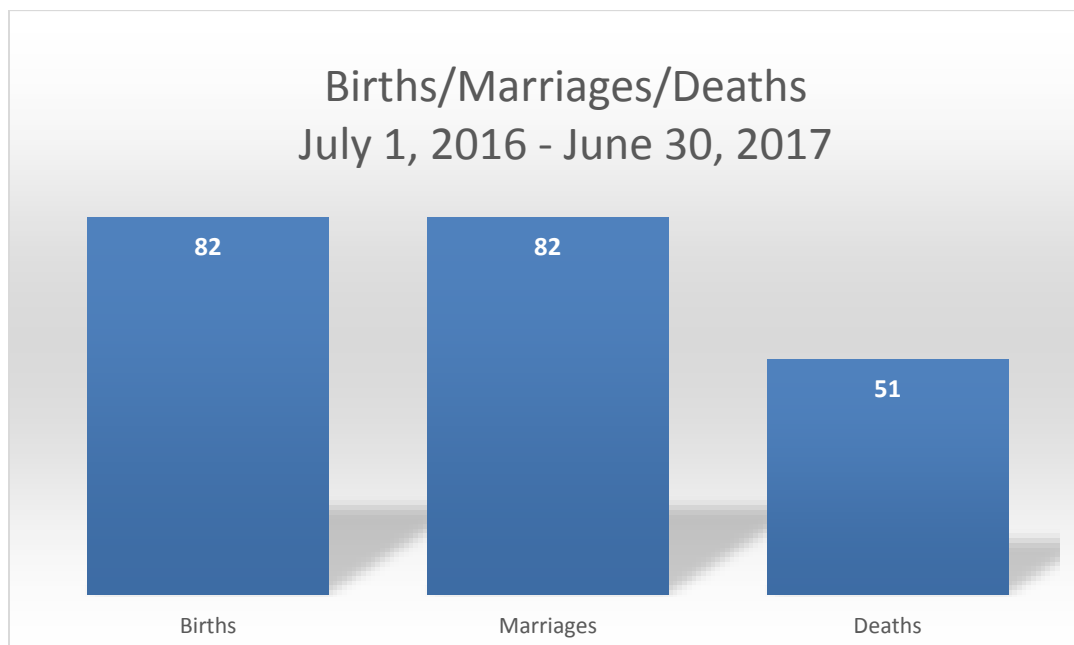
Inland Fisheries & Wildlife (IF&W) boat, snowmobile and ATV registrations, and hunting and fishing licenses may be purchased at the Town Clerk's Office.

Online registration renewals and licenses may be obtained through www.graymaine.org or at www.maine.gov.



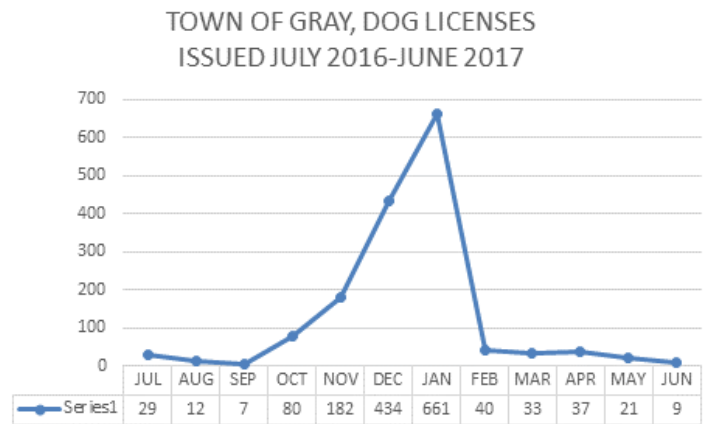
VITAL STATISTICS

The Town Clerk's Office is also responsible for recording all births, deaths, and marriages that occur within the town or if the person or persons are residents of the town.



DOG LICENSING

State law requires all dogs aged 6 months or older to be licensed in the State of Maine. Dogs can be licensed at the Gray Town Office in person or online (October 15-January 31) at https://www10.informe.org/dog_license/ Fees for neutered / spayed dogs are \$6 per year, while non-neutered / non-spayed dogs are \$11 per year. All dogs must be licensed no later than December 31st of each year and a \$25 late fee will be charged beginning February 1st.



A total of 1545 dogs were licensed last year. By licensing your dog, **YOU** are directly helping the fight against animal cruelty and abuse. Up to 90% of the dog license fees collected go directly to the State of Maine Animal Welfare Program to support cruelty investigation. Licensing your dog also helps to insure public safety by requiring proof of a valid rabies vaccination before a license is issued.



Death Annual Report

Maine Department of Health and Human Services
Office of Vital Records

Beginning Date 01-07-2016

Ending Date 30-06-2017

| Decedent Name | Age | Resident Town | Town of Death | Date of Death |
|----------------------------|-----|---------------|---------------|---------------|
| Atherton,Kenneth W. Sr. | 86 | Gray | Scarborough | 06/18/2017 |
| Audie,Renald Roger | 79 | Gray | Auburn | 11/29/2016 |
| Bailey,Dawn Marie | 48 | Gray | Scarborough | 06/24/2017 |
| Barton,Timothy Jon | 55 | Gray | Gray | 02/26/2017 |
| Bernardini,Anthony Richard | 63 | Gray | Scarborough | 07/27/2016 |
| Berry,Mary Ellen | 82 | Gray | Westbrook | 12/10/2016 |
| Billingslea,Sharon Lynn | 62 | Gray | Portland | 09/20/2016 |
| Carll,Sherry Lynn | 69 | Gray | Portland | 07/28/2016 |
| Cummings,Matthew Scott | 39 | Gray | Brunswick | 01/30/2017 |
| Cutter,Calvin Thomas | 72 | Gray | Auburn | 11/18/2016 |
| Deroche,Julia B. | 77 | Gray | Gray | 10/15/2016 |
| Dodge,George Woodbury | 94 | Gray | Windham | 12/24/2016 |
| Doughty,Elizabeth Emily | 75 | Gray | Scarborough | 03/15/2017 |
| Doughty,Lorraine Lucille | 83 | Gray | Gray | 03/06/2017 |
| Flanigan,Alan J. | 31 | Gray | Portland | 10/01/2016 |
| Fochler,Scott Edward | 51 | Gray | Portland | 05/15/2017 |
| Forgue,Antonio | 70 | Gray | Lewiston | 07/31/2016 |
| Foster,Barbara J. | 79 | Gray | Gray | 01/29/2017 |
| Goosetrey,Diane Joyce | 78 | Gray | Gray | 09/27/2016 |
| Hendrix,William P. | 49 | Gray | Gray | 02/13/2017 |
| Johnson,Bruce Wayne | 71 | Gray | Portland | 08/11/2016 |
| Jordan,Stephen A. | 35 | Gray | Biddeford | 01/01/2017 |
| Kellar,Jon Brian | 55 | Berwick | Gray | 08/01/2016 |
| Kennedy,June Marie | 86 | Gray | Machiasport | 09/14/2016 |
| Kenney,Patricia Jean | 79 | Gray | Gray | 04/03/2017 |
| Lamkin,Dow Leslie | 62 | Gray | Scarborough | 02/11/2017 |
| Lamoureux,Philip Joseph | 72 | Gray | Scarborough | 04/15/2017 |
| Lavoie,Irene Laura | 93 | Gray | Windham | 01/22/2017 |
| Liberty,Norma Rae | 97 | Gray | Auburn | 08/29/2016 |
| McCollor,Gerald Wayne | 50 | Gray | Portland | 04/08/2017 |
| McDuffie,Angus James | 44 | Gray | Windham | 01/02/2017 |
| Nappi,Michelle Lynn | 28 | Gray | Portland | 06/19/2017 |
| Norton,Priscilla Helen | 98 | Gray | Cumberland | 03/17/2017 |
| Oddi,Ethel Mildred | 83 | Gray | Portland | 04/28/2017 |
| Pelletier,Robert W Sr | 78 | Gray | Togus USVA | 07/01/2016 |
| Petersen,Kevin E. | 56 | Gray | Lewiston | 04/01/2017 |
| Pollock,Jeanne Anderson | 75 | Gray | Gray | 10/14/2016 |
| Ratte,Gaetan Yvon | 52 | Gray | Portland | 10/18/2016 |

| | | | | |
|-----------------------------|----|----------|-------------|------------|
| Rogers,Patricia Ann | 80 | Gray | Gray | 06/12/2017 |
| Russell,Patricia Anne | 66 | Gray | Portland | 01/13/2017 |
| Skilling,Cora Nellie | 83 | Gray | Portland | 04/28/2017 |
| Skilling,Robert Allen | 83 | Gray | Portland | 04/25/2017 |
| Smith,Percy Lawrence Jr | 76 | Gray | Gray | 02/11/2017 |
| Smith,Sandra D. | 76 | Gray | Portland | 11/04/2016 |
| Stilphen,Arthur N III | 56 | Gray | Portland | 06/30/2017 |
| Storman,William Rodney | 67 | Lewiston | Gray | 09/22/2016 |
| Tibbetts,Barbara Patricia | 73 | Gray | Auburn | 10/14/2016 |
| Watkins,Shelley Anne | 63 | Gray | Gray | 12/13/2016 |
| Wilson,Earle Farnsworth Jr. | 92 | Gray | Gray | 09/26/2016 |
| Winship,Deborah Ann | 42 | Gray | Scarborough | 02/02/2017 |
| Zuckerman,Catherine Joyce | 62 | Gray | Gray | 01/23/2017 |
| Total | | | | 51 |

2016 VOLUNTEER AWARDS

The Town of Gray is proud to honor our volunteers throughout the community for their exemplary citizenship and volunteerism. Each December, they are recognized and applauded at the Volunteer Awards Banquet. This year's award recipients are:

Galen Morrison Evelyn Morrill Durgin Award



2016 Tsukroff Photography, LLC

Councilor Peter Gellerson shared some of the reasons why Galen was selected as this year's recipient of the Evelyn Morrill Durgin Award:

"I've had the honor of presenting the Evelyn Durgin award for the past two years to Jason Wilson (for his quiet support of MSAD 15 programs) and to Carl Holmquist (for his absolute dedication to the care of numerous trails at Libby Hill).

The award is given in memory of Evelyn Durgin, who quietly and humbly worked for the betterment of the Town of Gray and its citizens. Each year the town council has a difficult decision to make in selecting who to give the award to, as there are always numerous deserving nominees.

This year's Durgin award is being given to Galen Morrison, the town's fire chief for 5 years, who along with his wife, Karen, plants and tends the flower beds at town hall and the public safety building. In addition, Galen gets men from the fire department together each Memorial Day to decorate the graves of fire department members who have passed on. Galen is also in the

process of writing a history of the Gray Fire Department dating back to around 1880."

Thank you, Galen!

Donna Rand Volunteer of the Year

Donna Rand has been a guiding force for the Gray Food Pantry virtually from inception. Besides regular pantry hours, Donna volunteers her time for delivery and donations, stocking the shelves, emergency help, and sometimes even making deliveries. She coordinates the efforts of a great many faithful volunteers; the result



2016 Tsukroff Photography, LLC

of their hard work is a well-stocked and efficiently run food pantry. Donna is especially dedicated to the food insecure individuals and families in Gray, treating them with sincerest kindness and the highest level of professionalism. She works with love and compassion and has been known to drop everything to come to the aid of a client or family in need.

Donna Rand exemplifies the spirit of community volunteerism. The Town of Gray is proud to name her as Volunteer of the Year!

Richard Barter Lifetime Achievement Award

As described by Town Council Chair, Matt Sturgis, "The Lifetime Achievement Award is presented to a Gray citizen who has displayed a lifetime of volunteer service to the Town of Gray. The winner of this award has endeavored to make the Town of Gray a better place to live by constant dedication, engagement, and desire.

This year's award recipient has been a tireless advocate and champion of the Town of Gray. He has shown an endless passion and support for the Gray Public Library, serving on both the Library Trustees and the Gray Public Library Association. This is due in part to his fond childhood



2016 Tsukroff Photography, LLC

memories of establishing the good habits as a student that led him to

the height of academia.

His desire to advance Gray was not limited to supporting the Gray Public Library, it has also manifested itself in the support of business in Gray. The award winner has been consistent in supporting local businesses. He has been a local businessman in multiple arenas, and has been a member of the Community Economic Development Committee. In both capacities he has worked to advance and improve the local business climate.

Finally, the award recipient has served on the Gray Council twice, and was a strong voice encouraging the Town to move forward. And although his career has taken him away from Gray multiple times, he has always returned and asked what he could do to help. I can often hear him speaking fondly of the Titans of Gray, the people who helped form the Town and really made a difference. Well, I am here to say that this year's recipient of the Lifetime Achievement Award can be counted among the Titans of Gray. He has made a difference, and we all hope he continues to do so!"

Friends of Libby Hill Organization of the Year

"No group epitomizes the Dietrich Bonhoeffer quote 'the ultimate test of a moral society is the kind of world that it leaves to its children' more than the Friends of Libby Hill. Although the history of Libby Hill Trails is well documented, the people responsible for taking an initial 70 acre donation and making it what it is today are nothing short of amazing. Most of all, the thousands of hours of volunteer work -

building, grooming and maintaining these trails to keep this 'gem of recreation' going 365 days a year - is done under the radar and by people that are for the most part unknown to those that use these trails. This unselfish dedication to create & maintain something that will be enjoyed by future generations is a big part of what community is all about."

~ Councilor Lew Mancini
Presenter, Organization of the Year Award



Congratulations to board members Barney Boyton, John Keller, Carl Holmquist, Brian Edwards, and Wayd Gendreau who keep the trails going as well as to other long-time friends Dana Giggey, Doreen McPike, Kelly Edwards and the dozens of others who have made Libby Hill Trails a reality!

Planning Board Committee of the Year

Prevention is seldom recognized or appreciated. The Planning Board has served at the frontlines in Gray, balancing protection of health and safety, landowner rights, and responsible growth. They put in countless hours at a job that is not easy. I did not know we were suppose provide a quote for this evening but I pick Churchill, it fits Planning Members. "All I have to offer is Blood, Sweat, Toil and Tears!"

~ Councilor Jason Wilson
Presenter, Committee of the Year Award

Kathy Tombarelli, Town Planner, describes the Gray Planning Board as "supportive, diligent, prepared, and willing to do additional workshops and special meetings to get through the various applications, zoning changes, and other business items. The diversity of backgrounds and experience that each member brings to the process, along with a great mix of 'long-term' and 'newer' board members brings a great deal of depth to the process."

The Town of Gray thanks our Planning Board members: Don Hutchings, Chair; Dan Cobb, Vice Chair; Charlie Abrams; Richard Bibber; Adam Szafran; Paul Myer (Alt); and Rachel Lyn Rumson (Alt).





Dear Citizens of Gray:

For the past seven years as your Governor, my priority has been to make Maine—our people—prosper. Helping you keep more money in your wallet by reducing taxes has been part of that mission.

Too many Maine families are facing skyrocketing property taxes that strain household budgets. Our elderly on fixed incomes are particularly vulnerable to these increases. School budgets are often blamed for annual increases in property taxes. But there's another reason. A tremendous amount of land and property value has been taken off the tax rolls, leaving homeowners to pick up the tab.

As of 2016, towns and cities owned land and buildings valued at nearly \$5.5 billion statewide. Large and wealthy non-profits, such as hospitals and colleges, often escape paying property taxes on their vast real estate holdings—totaling more than \$5.1 billion statewide.

In Maine, nearly 2.5 million acres of land have been set aside for conservation by the federal and state governments and non-profit organizations, including land trusts. Municipalities are losing out on property taxes on an estimated \$2 billion in land that has been either removed from the tax rolls or prohibited from development—shifting the cost of municipal services to local homeowners through higher property taxes.

It's time to recognize the results of taking property off the tax rolls and identify solutions to reduce the burden on our homeowners. My administration's proposals have been met with staunch resistance.

In 1993, about 35,800 acres of land were documented as land-trust owned. That number has increased by an astonishing 1,270 percent. Land trusts now control over 490,000 acres with an estimated value of \$403 million. We must restore the balance. We will be working this session to ensure all land owners are contributing to the local tax base. It's time for them to pay their fair share.

I encourage you to ask your local officials how much land in your municipality has been taken off the tax rolls, as well as how much in tax revenue that land would have been contributing today to offset your property taxes.

If ever I can be of assistance to you or if you have any questions or suggestions, I encourage you to contact my office by calling 287-3531 or by visiting our website at www.maine.gov/governor.

Sincerely,

A handwritten signature in black ink that reads "Paul R. LePage".

Paul R. LePage
Governor

January 3, 2018

Dear Friends,

Representing Maine in the United States Senate is an honor.

I continue my work on the Senate Armed Services Committee, each year authorizing the funding required to build our military capabilities and ensuring that our service members are trained and equipped to defend our nation. I was pleased to be part of a bipartisan effort to enact a new law to simplify the appeals review process to reduce the backlog our veterans are facing, as well as a new law that provides critical funding to the VA Choice Program, allowing veterans in rural Maine to access services closer to home.

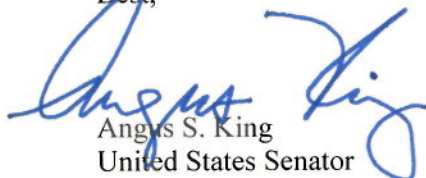
While my committee work is important, working to combat the opioid epidemic is one of my top priorities. Although Congress has made some important strides, much remains to be done to provide additional funding for prevention, treatment and enforcement. I am working with colleagues on both sides of the aisle to pressure the Drug Enforcement Administration to reduce the amount of opioids produced and to thwart the flow of fentanyl and other deadly drugs into our country.

I am very optimistic about the integrated, multiagency effort I led with Senator Collins to foster innovation and commercialization in Maine's forest economy. Through the Economic Development Assessment Team (EDAT) we are already experiencing increased federal investments that will strengthen our existing forest products industry and help support job creation in rural communities. Initiatives like Cross Laminated Timber, Combined Heat and Power, nanocellulose, 3D printing with biobased materials and other biobased products will mean that Maine's wood-basket will continue to be a major jobs and economic contributor for our future.

Finally, the coming year will continue the work of the Senate Select Committee on Intelligence in the ongoing investigation of Russian interference in the 2016 election. Our Committee has held seven public hearings and numerous classified sessions, reviewed tens of thousands of pages of documents and conducted hundreds of interviews. I remain focused on the security of our elections and committed to developing strategies to prevent interference by foreign governments in our democracy.

May 2018 be a good year for you, your family, your community and our great State.

Best,



Angus S. King
United States Senator

Dear Residents of Gray,

I hope 2018 finds you and your family doing well. It is an honor to represent you and this community as your state senator, and I look forward to working hard for Gray in the upcoming session.

Property tax relief remains a top priority for me, and the Legislature made great strides in 2017. This past year, my colleagues and I fought to increase the Homestead Property Exemption from \$15,000 to \$20,000, protected state funding for local services such as fire departments and road maintenance, and increased public K-12 education funding by \$162 million over the biennium. These efforts aim to decrease the pressure on municipalities to increase mil rates and ultimately reduce the property tax burden that has been too high for too long.

Additionally, I would like to share some information about the state's unclaimed property list. "Unclaimed property" is money owed to Maine people by third parties, such as former employers, banks or utility companies. It could be from a forgotten account, an overpaid bill or uncollected wages, and could be unclaimed as a result of a change in name, addresses or bank account. Go to www.maine.gov/unclaimed or call 1-888-283-2808 to see if the state is holding any unclaimed property for you.

One of the best parts of being a legislator is bringing students to the State House to serve as Senate Pages. Pages assist legislators by handing out documents during the session, passing messages between senators, and performing other tasks critical to the legislative process. It's an excellent opportunity for hands-on learning and families can make a day of it by touring the State House and other nearby attractions. If you know of students who may be interested, please reach out to my office.

I am always glad to hear from folks back in District 25. Please email me at Cathy.Breen@legislature.maine.gov or call (207) 287-1515 to share any thoughts or concerns you may have.

Sincerely,

A handwritten signature in black ink, appearing to read "Cathy Breen", with a stylized flourish at the end.

Cathy Breen
Senate District 25

Delinquent Taxes, Real Estate, as of 6-30-2017

NAME

| | |
|-------------------------------|---------------|
| SARELAS, ELIZABETH | 723.38 |
| SINNETT, HENRY B | 1.37 |
| TOTAL FISCAL YEAR 2014 | 724.75 |

NAME

| | |
|---------------------------------------|------------------|
| FOURNIER, DOROTHEA L | 2,539.39 |
| HERETAKIS ENTERPRISES | 2,344.95 |
| HOLMES, CAROLYN M | 1,175.18 |
| PERKINS, MICHAEL E c/o PATRICIA HENRY | 152.04 |
| PETERSEN, PETER J | 207.63 |
| SARELAS, ELIZABETH | 3,077.31 |
| SCHEHR, ANDRE M | 0.22 |
| SINNETT, HENRY B | 2.14 |
| TAYLOR, CURTIS E | 2,577.20 |
| TOTAL FISCAL YEAR 2015 | 12,076.06 |

NAME

| | |
|--|----------|
| BIBBER, REBECCA S | 3,617.11 |
| BRAINERD, EVAN J | 507.31 |
| CADIGAN, PAMELA J | 2,440.27 |
| CAMERON, DAVID L | 745.82 |
| CARDONA, MICHAEL | 169.51 |
| CLEMENT, KENNETH D % HOLLY CLEMENT | 283.17 |
| COFFIN, DOROTHY E COFFIN, FRANK B | 270.81 |
| CURTIS, HARRY L | 0.05 |
| DAVIS, BRADFORD V | 1,128.89 |
| DONAGAN, RUSSELL F DONAGAN, SALLY | 2,660.64 |
| DORRINGTON, NIKKI L | 1,244.45 |
| DERRIG, ANTHONY | 162.82 |
| EMMERTZ, CYNTHIA L | 2,732.72 |
| EMMERTZ, THOMAS J EMMERTZ, CYNTHIA L | 984.33 |
| FARRIS, MICHAEL W | 15.99 |
| FEEHAN, ROBIN W FEEHAN, TIMOTHY M | 3,240.39 |
| FOURNIER, DAVID A | 3,056.12 |
| FROTTON, GEORGE E JR & FROTTON, PATRICIA A | 5,255.09 |
| GLASER, DANNY R II | 72.72 |
| GOBEIL, ROBERT | 290.41 |
| GRAY BLAYN R | 591.87 |
| GRAY, RYAN M DUBE-GRAY, TRISTA A | 1,593.37 |
| HALE, BLAKE M | 1,293.04 |
| HARTLEY, JAIME | 262.72 |
| HERETAKIS ENTERPRISES | 2,206.58 |
| HOLMES, CAROLYN M | 2,771.13 |
| LEAVITT, DANIEL S & LEAVITT, TAMARA D | 84.07 |
| MCPHAIL, LINDA A | 3,589.74 |
| MILLER, CHRISTOPHER | 3,692.82 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|--|------------------|
| MITCHELL, JULIE E ELLIOTT, KATHY | 485.97 |
| MITCHELL, JULIE E ELLIOTT, KATHERINE | 1,633.42 |
| MORTGAGE PROCESSING SOLUTIONS, LLC | 747.10 |
| MPG DEVELOPMENT GROUP, LLC | 541.66 |
| NORTON, DOUGLAS E ET AL | 2,458.45 |
| O'BRIEN, ANDREA | 149.28 |
| PAMPERED POOCH, LLC | 4,237.25 |
| PERKINS, MICHAEL E c/o PATRICIA HENRY | 1,418.89 |
| PETERSEN, PETER J | 189.96 |
| RODERICK, THOMAS L III & RODERICK, NANCY C | 1,179.50 |
| RUSSELL, JOLENE L | 2,072.53 |
| SANDERS, TODD V SR SANDERS, ANNA M | 1,064.33 |
| SARELAS, ELIZABETH | 2,896.45 |
| SAWYER, ROBERT K SAWYER, MARILYN G | 1.02 |
| SINNETT, HENRY B | 2.02 |
| TAYLOR, CURTIS E | 5,483.68 |
| TRUE, GENEVIEVE C TRUE, FRANK C | 56.86 |
| WELLS, LINDA J | 284.06 |
| WHITE, DEBORAH J | 278.83 |
| WHITE, RALPH A | 2,199.03 |
| WILLETTE, LAUREL J % GERALD J WILLETTE | 962.30 |
| WING, COLLEEN A | 447.97 |
| WOODLEY, LAURIE J | 1,224.76 |
| YUILL, CYNTHIA | 406.42 |
| TOTAL FISCAL YEAR 2016 | 75,385.70 |

NAME

| | |
|---|----------|
| 2 COLLINS POINT ROAD REALTY TRUST ROBERSON, JOHN A & PATRICIA, TRUSTE | 5.40 |
| ADAMS, SUSANNA C/O HEAPHY TRUST GROUP | 0.01 |
| ANKETELL, TIMOTHY A | 0.94 |
| ARCHIBALD, NANCY C. | 557.37 |
| ARYAN, MANSOUR ARYAN, SHAHEEN | 2,565.96 |
| ASH, ANDREW J | 658.21 |
| ASH, ANDREW JR | 1,195.23 |
| ASH, ANDREW S | 168.05 |
| ASH, JANICE M ASH, ANDREW S JR | 1,186.03 |
| BAILEY, PETER A | 367.93 |
| BALDINI REALTY TRUST BALDINI, ELIO & MARY E, TRUSTEES | 8,840.10 |
| BARTHOLOMEW, RONALD BARTHOLOMEW, DIANE M | 75.97 |
| BARTLETT, ALLAN P | 1,236.10 |
| BASSETT, JUSTIN C BASSETT, JENNIFER M | 0.79 |
| BAUN, KATHRIN J & PHILIP JR, TRUSTE PUZNIAK, GENE A | 1.52 |
| BEALE, MARGARET E PLUMMER, SANDRA L | 2.08 |
| BEAN, ANN MARIE CHANDLER, STEPHEN ROSS | 2,782.94 |
| BEEBE ROBERT W & ANNETTE M | 3,690.12 |
| BELLAVANCE, ZACHARY T | 2,105.95 |
| BERRY, BONNIE B BERRY, STEPHEN L | 1,872.10 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|--|----------|
| BIBBER, REBECCA S | 3,383.05 |
| BISSON, SUSAN BISSON, RICHARD | 5.23 |
| BLANCHARD, ELEANOR C & BLANCHARD, GALE M | 1,493.59 |
| BOGUE, ROGER & GRUSHEY, DONALD S | 1.36 |
| BONNEY, CHRISTOPHER R | 3,044.97 |
| BOULIER, JOAN | 526.50 |
| BOWLES, CLIFFORD A | 359.04 |
| BOYINGTON, RODNEY S | 648.94 |
| BRADLEY REALTY TRUST | 0.33 |
| BRAINERD, EVAN J | 472.36 |
| BRANN, APRIL SABACINSKI, WENDY | 309.93 |
| BRIA & RYAN, INC | 6,194.60 |
| BRIGGS REALTY INC | 6.29 |
| BROWN, ALICIA E | 793.06 |
| BROWN, CHRISTOPHER H BROWN, KATHERINE A | 1,584.84 |
| BROWN, TIMOTHY W BROWN, CAROL A | 0.12 |
| BROWNE, NORRIS A TRUSTEE NORRIS A BROWNE REVOCABLE TRUST | 1.44 |
| BRUNS PROPERTIES LIMITED LIABILITY CO | 972.71 |
| BRUNS, CHARLES L SR, ESTATE OF | 411.07 |
| BRUNS, CHARLES SR, ESTATE OF | 439.51 |
| BURKE, JANICE F PERSONAL RESIDENCE TRUST | 0.05 |
| BUTTERFIELD, KELLY J | 1.67 |
| BUXTON, ANTHONY W HOGLUND, ELIZABETH A | 1.28 |
| CADIGAN, PAMELA J | 2,281.45 |
| CALAUTTI, STEPHEN E | 4.92 |
| CALDER, THOMAS & REBECCA | 245.29 |
| CAMERON, DAVID L | 692.68 |
| CAMPBELL, JUDITH | 2,294.53 |
| CARDONA, MICHAEL | 2,104.19 |
| CARSON EVELYN A | 2.10 |
| CARTER, LAWRENCE B | 1.11 |
| CASCO BAY BOAT BUILDERS C/O ROGER HALE | 2.02 |
| CASSIDY, WILLIAM A, JR | 1.96 |
| CHASE FARMS CIDER MILL, INC c/o LINDA CHASE | 0.82 |
| CHASE, GRACE M, TRUSTEE CHASE FAMILY IRREVOCABLE TRUST | 1.31 |
| CHASE, GRACE M, TRUSTEE CHASE FAMILY IRREVOCABLE TRUST | 1.04 |
| CHIPMAN, DOUGLAS | 3.38 |
| CHURCH, CRISTIANO CENCI | 602.00 |
| CITIMORTGAGE INC | 1,408.85 |
| CLEMENT, KENNETH D % HOLLY CLEMENT | 1,379.71 |
| CLEMENTS, DAVID | 0.13 |
| COFFIN, DOROTHY E COFFIN, FRANK B | 253.93 |
| COLE, HOLLY B R | 3.66 |
| COLLINS, JANE W | 4.38 |
| COLVILLE, CLIFFORD J III | 0.12 |
| COMER, MARA G | 0.23 |
| CONTANT, SUSAN C | 1.22 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|--|----------|
| COUGHLIN, SCOTT A, SR | 1.60 |
| CRAVER, DANIEL B & HELEN I TRUSTEE CRAVER, TRUST AGREEMENT | 3.99 |
| CRAWFORD, DARREN OSGOOD, SYDNEY | 1,511.42 |
| CROMARTY, IAN S CROMARTY, MICHELLE A | 0.54 |
| CRONIN, VICKI | 517.52 |
| CURTIS, HARRY L | 140.05 |
| DANIELLO, JOYCE | 1,014.01 |
| DAVIS, BRADFORD V | 1,054.87 |
| DAVIS, JAMES | 0.70 |
| DAVIS, JAMES G | 2.89 |
| DERRIG, ANTHONY | 263.27 |
| DESMARAIS, JOEL T DESMARAIS, BECKY R | 0.01 |
| DESMET, VICKI BROWN | 2.72 |
| DESROSIERS, WILFRED E MCLEOD, JUDITH A | 0.10 |
| DEUTSCHE BANK NATIONAL TRUST CO. RESIDENTIAL ASSET SECURITIZATION6CB | 0.22 |
| DEWOLFE, FRANK DEWOLFE, SERINA | 2.79 |
| DINGWELL, AUBINE W | 0.51 |
| DODGE, GEORGE W | 1.33 |
| DONAGAN, RUSSELL F DONAGAN, SALLY | 4,111.16 |
| DORRINGTON, NIKKI L | 1,069.89 |
| DOUGHTY, ALBERT W FLECK, SUSAN B | 0.12 |
| DOUGHTY, WILLIAM H & SUSAN D TRUSTE W & S DOUGHTY REV LIVING TRUST | 1.00 |
| DOWNES, VICTOR L JR | 765.12 |
| DRIESCH, EDWARD A & DRIESCH, KAREN S | 1,121.64 |
| DRUMHELLER, WILLIAM ROBERT | 1.92 |
| DUDLEY, BEVERLY K | 0.02 |
| DURGIN, DAVID; DENNIS; & GEORGE ROGERS, CYNTHIA | 101.69 |
| DYER, RONALD C & DYER, KATHY S | 0.01 |
| EDDY POINT, LLC | 4.63 |
| EMMERTZ, CYNTHIA L | 2,451.44 |
| EMMERTZ, THOMAS J EMMERTZ, CYNTHIA L | 920.53 |
| ESTY, JANE SEIDEL, DONALD | 1,698.01 |
| FARRINGTON, KENNETH | 1,378.16 |
| FARRINGTON, KENNETH E JR | 0.70 |
| FARRIS, MICHAEL W | 2,638.05 |
| FEEHAN, ROBIN W FEEHAN, TIMOTHY M | 3,838.59 |
| FILADORO, ROBERT A FILADORO, TANYA M | 0.01 |
| FILES, JEFFREY S | 38.70 |
| FINOCCHIETTI, DAVID E SR ET AL | 2,335.26 |
| FIRTH, CLIFFORD S & FIRTH, CLIFFORD C | 3.24 |
| FLAHERTY, GEORGE H | 5,808.45 |
| FLEMING, KEVIN M COYNE, KAREN & WINTERS, DIANE | 0.24 |
| FORBES, RICHARD S FORBES, DONALD M | 4,573.52 |
| FORSLEY, FRED & FORSLEY, RICHARD T | 3,393.29 |
| FORTIER, DOROTHY L | 998.85 |
| FORTIER, DOROTHY L | 709.97 |
| FOSTER, GEOFFREY J FOSTER, NADINE | 2.05 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|---|----------|
| FOSTER, INA ALTHEA MCALLISTER, CATHERINE A | 2,641.78 |
| FOURNIER, DAVID A | 2,834.16 |
| FOYE, MARK C & FOYE, LAUREN M | 2.88 |
| FOYE, MARK C & FOYE, LAUREN M | 0.71 |
| FRANK, NORA A HOUSEMAN, WALTER W | 0.01 |
| FROTTON, GEORGE E JR & FROTTON, PATRICIA A | 4,861.69 |
| FURMAN, JOHN E & FURMAN, CAROL | 2,924.71 |
| GAFFNEY, PAULINE M, TRUSTEE PAULINE GAFFNEY REV TRUST | 1,688.55 |
| GALLANT, PAUL A GALLANT, MARY | 6.29 |
| GIRARD, ANGELA | 130.71 |
| GLASER, DANNY R II | 309.93 |
| GOBEIL, ROBERT | 272.69 |
| GOOLDEN, SANDRA L & ACHATZ, JOHN, TRUSTEES, PAUL D MERRILL CR SHEL T | 2.89 |
| GRANT MICHAEL D | 1.69 |
| GRAPE ISLAND ASSOCIATES %KATHIE JANKAUSKAS | 0.05 |
| GRAPE ISLAND ASSOCIATES %KATHIE JANKAUSKAS | 0.23 |
| GRAY, RYAN M DUBE-GRAY, TRISTA A | 1,486.22 |
| GRONDIN, PHILIP H GRONDIN, BETTE J | 2,948.59 |
| GROVER, ALWIN H GROVER, MARY SANDRA | 0.25 |
| GROVER, ALWIN H GROVER, MARY SANDRA | 0.24 |
| GROVER, ALWIN H GROVER, MARY SANDRA | 0.15 |
| GUIMONT, COLIN DAY, NATHANIEL;STEPHEN; MARY ANN | 740.52 |
| HALE, BLAKE M | 4,230.65 |
| HALE, MICHAEL HARTWELL, TERESA | 6.15 |
| HAMM, CLIFTON P, TRUSTEE CLIFTON P HAMM REV LIV TRUST | 4,906.40 |
| HARTFORD, BRENDA L HARTFORD, MARTIN W | 0.61 |
| HARTLEY, JAIME | 246.47 |
| HAWKES, JOHN C; HAWKES, SUSAN C; DAHLKE, BEVERLY H: FELERSKI, JULIE E | 0.19 |
| HAYES DEVELOPMENT, LLC | 3,476.31 |
| HAYES, NELSON B JR | 365.28 |
| HAYWARD, JUSTIN L | 3,364.28 |
| HEMINGWAY, RAYMOND C III HEMINGWAY, JENNIFER | 0.32 |
| HERETAKIS ENTERPRISES | 2,042.57 |
| HILLMAN, ELIZABETH S (LIFE ESTATE) C/O BRYCE S HILLMAN | 1.20 |
| HOLMES, JOHNNY | 718.72 |
| HOLMES, CAROLYN M | 2,563.36 |
| HUARD, HELEN | 535.87 |
| IACOBUCCI, DEBRA C IACOBUCCI, J PETER | 3.64 |
| JCFL LLC | 0.01 |
| JOHANSEN, JAMES E | 2,203.39 |
| JOHNSON, SCOTT D | 4.43 |
| JONES, ROGER L JONES, SUSAN C | 198.44 |
| KELLY, PETER W IV | 2,397.25 |
| LABBE, SHEILA SMITH, TAMI | 0.06 |
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 726.27 |
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 715.08 |
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 0.75 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|---|----------|
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 726.27 |
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 730.01 |
| LANCASTER, J EMMONS HEIRS LANCASTER, BARBARA A P/R | 733.75 |
| LANDRY, WILLIAM A & NORMAN R BAKER, SHARON A | 6.02 |
| LANE, SHARON | 48.62 |
| LAPLANTE, CHELSEY | 47.65 |
| LARRABEE, MARY | 0.20 |
| LARRIVEE, CHRISTINE V | 2,425.21 |
| LEAVITT, JOSEPH N LEAVITT, MONA M | 5.34 |
| LEEMAN, LAWRENCE N BAXTER, ERIC S | 0.01 |
| LEON A GORMAN 2011 REVOCABLE TRUST | 5.25 |
| LESSARD, MICHAEL A | 1,359.68 |
| LIBERTY OIL & SERVICE, INC C/O ASH ENTERPRISES, INC | 2,074.32 |
| LIBERTY OIL SERVICE, INC C/O ASH ENTERPRISES, INC | 665.58 |
| LIBERTY, CASSANDRA | 302.47 |
| LOWERY, MARCIA M | 5.25 |
| MACDONALD, DANIEL B | 1,304.02 |
| MAINE CENTRAL RAILROAD CO. TAX DEPARTMENT | 0.61 |
| MANDILE, JUDITH MANDILE, STEVEN | 252.99 |
| MARCOTTE, RONALD P | 0.11 |
| MARCOTTE, RONALD P & MARCOTTE, LUCIANNA | 0.16 |
| MARCOTTE, RONALD P & MARCOTTE, LUCIANNA | 0.14 |
| MARK RICHARDSON, INC d/b/a DRY MILLS STORE, INC | 0.98 |
| MARSTON, GARY L MARSTON, ALAN D | 0.01 |
| MARTELL, ANDREW J III | 2,405.58 |
| MARTELL, ANDREW J, III | 0.26 |
| MARTIN, MARSHA H, BERTRAM T III, MARTIN, THOMAS H, MYERS, ALLENE | 0.27 |
| MAXAVA, LLC | 1,263.85 |
| MCATEE COMPANY, INC | 720.67 |
| MCCARTHY, THOMAS P MCCARTHY, SHARON L | 49.36 |
| MCCUE, ALISON R REUTER, ANDREA LIV TRST; REUTER, SHIRLEY | 0.59 |
| MCCUE, ALISON R ANDREA REUTER LIVING TRUST & REUTER, SHIRLEY | 0.46 |
| MCCUSKER, DONALD F & MCCUSKER, HELENA R, COTRUSTEES | 5.87 |
| MCDOWELL, MARK | 692.22 |
| MCGEEHAN, EDWARD J III & DONNA L TRUSTEES MCGEEHAN REVOCABLE LIVING TRUST | 0.92 |
| MCPHAIL, LINDA A | 3,319.48 |
| MEADER, BETH A | 724.92 |
| MILAIR, KARA L | 0.10 |
| MILLER, CHRISTOPHER | 3,330.69 |
| MILLER, WILLIAM H MILLER, ELIZABETH E | 1,893.20 |
| MITCHELL, JULIE E ELLIOTT, KATHY | 870.03 |
| MITCHELL, JULIE E ELLIOTT, KATHERINE | 2,940.49 |
| MOREY, DANIEL MOREY, MARIE C | 0.01 |
| MORRILL, GEORGE R | 0.08 |
| MORTGAGE PROCESSING SOLUTIONS, LLC | 702.18 |
| MOSHER, ALBERT E MOSHER, MARK D & ROSALIE | 3.64 |
| MUZZY, BEATRICE L & PETER C WOOD, SUSAN E & WEBB, KAREN D | 1,540.27 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|---|----------|
| NAM REALTY TRUST MOXCEY, NATALIE A TRUSTEE | 39.12 |
| NEWELL 2015 FAMILY TRUST | 0.29 |
| NORTON, DOUGLAS E ET AL | 4,140.94 |
| O'BRIEN, MELISSA | 434.92 |
| O'BRIEN, ANDREA | 295.00 |
| O'BRIEN, FAMILY VACATION HOME TRUST | 4.31 |
| O'BRION, JAMES J JR | 1,189.22 |
| OLSEN, CHRISTIAN D OLSEN, LYNNE E | 1,847.28 |
| O'NEILL, PAULA JEAN | 0.64 |
| OUELLETTE, MARC R | 1.01 |
| PAGE, MARK D PAGE, MICHELLE L | 1,617.00 |
| PAIGE, RICHARD W PAIGE, SUSAN E | 1,691.36 |
| PALMITER, TAMI JO | 60.04 |
| PAMPERED POOCH, LLC | 4,336.98 |
| PERKINS, MICHAEL E | 1,245.38 |
| PETERSEN, PETER J | 179.25 |
| PHILBRICK, AMY B | 0.34 |
| PHIPPS, WILLIAM H | 2.20 |
| PLUMMER, JAMES P | 1,136.99 |
| POLAND, JULIE | 3,487.60 |
| POLE STAR PROPERTIES, LLC | 0.37 |
| POLLARD, MARK J | 4.92 |
| POLLOCK, WILLIAM P & POLLOCK, JEANNE A | 0.03 |
| POOLER PROPERTIES, LLC C/O GRAY TRUE VALUE HARDWARE | 5.20 |
| POTTER, PETER E | 1,790.51 |
| POULIN, JOSEPH G POULIN, DONNA L | 2,131.11 |
| PURRINGTON, MATTHEW | 97.09 |
| RDM REALTY TRUST MOXCEY, RICHARD D TRUSTEE | 39.43 |
| REDWAY, DIAN P G HAZZARD | 5,812.56 |
| REID, RICHARD REID, SHIRLEY | 2,100.36 |
| REID, RICHARD B REID, SHIRLEY M | 3,260.81 |
| REYNOLDS, GORDON R REYNOLDS, BRENDA D | 1,959.27 |
| RICE, KATHLEEN M, ESTATE OF C/O ANTHONY GASE, P/R | 2,780.55 |
| RIDLEY, RICHARD E RIDLEY, JUDITH E | 1.41 |
| RIDLON, RALPH RIDLON, DIANNA | 0.23 |
| ROBERTS, JAMES F ROBERTS, DONNA L | 842.23 |
| ROBERTS, STEVEN E | 1,902.21 |
| ROBINSON, SHEILA A | 2,387.97 |
| ROBINSON, LAWRENCE E ROBINSON, MADELEINE L | 0.28 |
| RODERICK, THOMAS L III & RODERICK, NANCY C | 3,058.11 |
| RODERICK, THOMAS L III RODERICK, NANCY C | 1,419.50 |
| ROMA, JOHN P JR ROMA, DAVID R & MARK S | 0.97 |
| ROSS, DUANE | 0.18 |
| ROUSELLE, JOHN | 6.46 |
| ROVETO, DONALD R | 0.01 |
| ROWE, WILLIAM P SR, ET ALS | 0.95 |
| ROY, RICHARD | 0.46 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|---|----------|
| RUBINO, FREDERICK | 0.08 |
| RUITTO, PATRICK | 371.60 |
| RUSSELL, JOLENE L | 2,658.67 |
| SANBORN, JEFFREY D, HEIRS OF WINFIELD, PHYLLIS P/R | 5.08 |
| SANBORN, TERRY L | 166.28 |
| SANDERS, TODD V SR SANDERS, ANNA M | 1,032.46 |
| SARELAS, ELIZABETH | 903.57 |
| SARELAS, ELIZABETH | 2,694.05 |
| SAWYER, MILTON | 0.37 |
| SBS REAL ESTATE, LLC | 0.02 |
| SCALISI, SARA L WEINSTEIN, LEE | 0.04 |
| SCALISI, SARA L WEINSTEIN, LEE D | 0.40 |
| SCHADE, CHERYL | 0.19 |
| SERRANO, LIND JEAN BLAIS ET AL C/O DIANE M MARCOU | 3.40 |
| SERVICES UNLIMITED, INC. D/B/A THE BUILDING MANAGEMENT CO. | 0.79 |
| SIMON, BENJAMEN P & REBECCA B C/O ALEX BROWN | 1.12 |
| SINCLAIR, MOLLY B, P/R PATTEN, JOHN E | 3.35 |
| SINCLAIR, MOLLY B, P/R PATTEN, JOHN E | 3.35 |
| SINCLAIR, MOLLY B, P/R PATTEN, JOHN E | 2.39 |
| SINNETT, HENRY B | 1.88 |
| SKILLIN, JEFFREY ET AL | 0.40 |
| SPACEHOLDER, LLC C/O PETER J MERCIER | 2,211.57 |
| SPAULDING, BRUCE C | 0.04 |
| SPEAR, RICHARD J | 1,620.70 |
| ST PIERRE, ROBERT M & ST PIERRE, JUDITH A | 0.31 |
| STETSON, SASHA M BLODGET, MITCHELL B | 3,194.39 |
| STRONG, MARTHA F IRREVOCABLE TRUST STRONG, M & PAGOTTO, KIMM TRUSTEES | 0.86 |
| SWAN, BECKY J SWAN, ROSS A | 1.55 |
| SWININGTON, ROGER A | 1,908.78 |
| SZAFRAN, ADAM J | 2,649.59 |
| TALIENTO, JOHN L ET AL C/O LISA AGREN | 0.06 |
| TAME, PHILLIP A | 624.50 |
| TARLING, WALTER E & TARLING, ROSE M | 2.27 |
| TARLING, WALTER E JR | 0.10 |
| TAYLOR, CURTIS E | 4,984.82 |
| TAYLOR, PAMELA F | 0.01 |
| TD BANK 380 WELLINGTON STREET, TOWER B, 12TH FLOOR | 6.32 |
| TERRANO, DEANNA M | 555.43 |
| TERRY, DANIEL P DONNINI, DANIELLE | 0.83 |
| THOMAS, THERESA E | 1,394.20 |
| TIBBETTS, ROBERT L TIBBETTS, BARBARA H | 1,603.19 |
| TIMMONS, KENNETH R TIMMONS, DIANA | 0.62 |
| TIMMONS, DIANA L | 0.15 |
| TIMMONS, KENNETH R & DIANA THURSTON TIMMONS, ALISHA | 0.66 |
| TROTTER, WAYNE D TROTTER, JENNIFER R | 2.02 |
| TRUDEL, WADE B | 456.73 |
| TRUDEL, WADE B | 454.01 |

Delinquent Taxes, Real Estate, as of 6-30-2017

| | |
|--|-------------------|
| TRUE, GENEVIEVE C TRUE, FRANK C | 291.27 |
| VAN MOURIK, JUNE M | 2.03 |
| VARGO, ERICA A VARGO, KRISTAL L | 0.06 |
| WAITE, KATHLEEN L | 4.21 |
| WALLACE, JACQUELYN R BEGIN, SUSAN L | 934.31 |
| WARD, JUSTIN DONOVAN ST AMAND, LAUREN ANNE | 1,411.61 |
| WEBSTER, WILLIAM W | 0.21 |
| WELLS, LINDA J | 588.12 |
| WESTERMAN, KAREN H | 3.28 |
| WETMORE, STEVEN J | 1,338.63 |
| WHITE, DEBORAH J | 593.71 |
| WHITE, RALPH A | 4,374.41 |
| WHITNEY DONALD O | 365.18 |
| WHITNEY, DAVID P WHITNEY, MIA C | 1,917.98 |
| WILBUR, STEPHEN E WILBUR, BRENDA L | 0.69 |
| WILLETTE, LAUREL J % GERALD J WILLETTE | 2,727.85 |
| WILSON, JEFFERY T & WILSON, LAURIE J | 960.24 |
| WING, COLLEEN A | 1,962.29 |
| WITHNELL, LESLIE EDEN WITHNELL, REBECCA | 477.96 |
| WOOD, RICHARD WOOD, PATRICIA | 693.23 |
| WOODLEY, LAURA J | 2,247.84 |
| WOODLEY, LAURIE J | 1,144.47 |
| YOUNG, CHARLES E JR | 498.85 |
| TOTAL FISCAL YEAR 2017 | 285,837.68 |

Delinquent Taxes, Personal Property, as of 6-30-2017

NAME

| | |
|--------------------------------|-----------------|
| APPLIED SCALES INC | 50.16 |
| CINDI'S PLACE | 9.96 |
| ELECTRONICS UNLIMITED | 125.59 |
| J. M. HOLMES EXCAVATING | 527.71 |
| INLAND AUTO BODY SHOP | 179.68 |
| MAINE HOUSING & BLDG MATERIALS | 49.78 |
| NITZ LANDSCAPE & DESIGN | 561.75 |
| P J'S REMODELING & RESTORATION | 263.85 |
| PROBABLY AUTO | 5.79 |
| TIBBETT'S REFINISHING | 141.69 |
| TOTAL FISCAL YEAR 2005 | 1,915.96 |

NAME

| | |
|--------------------------------|-----------------|
| APPLIED SCALES INC | 78.80 |
| BRAD WHITE BUILDING & REMODEL | 70.36 |
| CINDI'S PLACE | 13.13 |
| ELECTRONICS UNLIMITED | 111.64 |
| GRAY AUTO SALES | 164.19 |
| H & H HARDSCAPES LLC | 523.56 |
| J. M. HOLMES EXCAVATING | 469.11 |
| MAINE HOUSING & BLDG MATERIALS | 337.29 |
| NITZ LANDSCAPE & DESIGN | 499.38 |
| P J'S REMODELING & RESTORATION | 234.56 |
| PROBABLY AUTO | 40.11 |
| TIBBETT'S REFINISHING | 125.96 |
| TOTAL FISCAL YEAR 2006 | 2,668.09 |

NAME

| | |
|--------------------------------|-----------------|
| APPLIED SCALES INC | 75.57 |
| BRAD WHITE BUILDING & REMODEL | 67.48 |
| CINDI'S PLACE | 9.22 |
| D&D INDUSTRIAL PAINTING | 15.63 |
| ELECTRONICS UNLIMITED | 74.69 |
| GRAY AUTO SALES | 157.46 |
| GRAY HOUSE OF PIZZA | 161.11 |
| H & H HARDSCAPES LLC | 1,169.72 |
| HIGGINS AUTO REPAIR | 225.46 |
| J. M. HOLMES EXCAVATING | 449.89 |
| MAINE HOUSING & BLDG MATERIALS | 233.49 |
| NITZ LANDSCAPE & DESIGN | 478.92 |
| P J'S REMODELING & RESTORATION | 224.94 |
| PROBABLY AUTO | 28.12 |
| TIBBETT'S REFINISHING | 118.55 |
| TOTAL FISCAL YEAR 2007 | 3,490.25 |

NAME

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|--------------------------------|-----------------|
| APPLIED SCALES INC | 97.08 |
| BOTTLE BARN & REDEMPTION CTR | 7.69 |
| BRAD WHITE BUILDING & REMODEL | 144.47 |
| CINDI'S PLACE | 11.86 |
| D&D INDUSTRIAL PAINTING | 94.49 |
| ELECTRONICS UNLIMITED | 95.93 |
| FREDS VENDING COMPANY | 17.34 |
| GRAY AUTO SALES | 202.26 |
| GRAY HOUSE OF PIZZA | 1.73 |
| H & H HARDSCAPES LLC | 1,502.51 |
| HIGGINS AUTO REPAIR | 326.81 |
| J. M. HOLMES EXCAVATING | 577.89 |
| MAINE HOUSING & BLDG MATERIALS | 299.92 |
| P J'S REMODELING & RESTORATION | 288.94 |
| PROBABLY AUTO | 36.13 |
| SOLID & STURDY COUNTERTOPS INC | 676.71 |
| TIBBETT'S REFINISHING | 152.28 |
| TOTAL FISCAL YEAR 2008 | 4,534.04 |

NAME

| | |
|--------------------------------|-----------------|
| APPLIED SCALES INC | 92.98 |
| BOTTLE BARN & REDEMPTION CTR | 24.63 |
| CINDI'S PLACE | 7.20 |
| CREATIVE MARKETING & ASSOC | 18.01 |
| CYR AUCTION CO | 198.41 |
| ELECTRONICS UNLIMITED | 63.09 |
| GRAYSTONE INC | 47.16 |
| H & H HARDSCAPES LLC | 1,422.94 |
| HATCH, CHARITY | 96.85 |
| HIGGINS AUTO REPAIR | 296.36 |
| J. M. HOLMES EXCAVATING | 553.45 |
| P J'S REMODELING & RESTORATION | 276.72 |
| PROBABLY AUTO | 24.91 |
| SAVE THE QUEEN INC | 80.25 |
| SOLID & STURDY COUNTERTOPS INC | 616.83 |
| TOMRA MAINE | 67.70 |
| TOTAL FISCAL YEAR 2009 | 3,887.49 |

NAME

| | |
|------------------------------|----------|
| APPLIED SCALES INC | 83.13 |
| BOTTLE BARN & REDEMPTION CTR | 22.03 |
| CINDI'S PLACE | 6.43 |
| CYR AUCTION CO | 177.40 |
| ELECTRONICS UNLIMITED | 56.42 |
| GRAYSTONE INC | 74.72 |
| H & H HARDSCAPES LLC | 1,272.20 |
| HATCH, CHARITY | 86.60 |

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|--------------------------------|-----------------|
| HIGGINS AUTO REPAIR | 264.99 |
| J. M. HOLMES EXCAVATING | 494.83 |
| K & S PROPERTIES | 35.48 |
| P J'S REMODELING & RESTORATION | 247.41 |
| PAMPERED POOCH LLC | 13.36 |
| A PLACE TO GROW | 184.33 |
| RAVEX MOTOR SPORTS | 26.47 |
| SAVE THE QUEEN INC | 71.74 |
| SOLID & STURDY COUNTERTOPS INC | 73.56 |
| THE BARN ON 26 | 36.12 |
| TOMRA MAINE | 168.99 |
| TRM ATM CORPORATION | 41.56 |
| TOTAL FISCAL YEAR 2010 | 3,437.77 |

NAME

| | |
|----------------------------------|-----------------|
| A PLACE TO GROW | 123.69 |
| APPLIED SCALES INC | 69.19 |
| BOTTLE BARN & REDEMPTION CTR | 16.98 |
| CINDI'S PLACE | 5.83 |
| FALABELLA BLDG & RESTORATION | 27.00 |
| GOBEIL'S FURNITURE GALLERIES INC | 553.84 |
| H & H HARDSCAPES LLC | 1,147.81 |
| HIGGINS AUTO REPAIR | 239.27 |
| J. M. HOLMES EXCAVATING | 446.48 |
| PAMPERED POOCH LLC | 4.01 |
| THE BARN ON 26 | 32.57 |
| TOTAL FISCAL YEAR 2011 | 2,666.67 |

NAME

| | |
|----------------------------------|-----------------|
| A PLACE TO GROW | 98.13 |
| BOTTLE BARN & REDEMPTION CTR | 19.15 |
| CINDI'S PLACE | 5.58 |
| CREATIVE REALTY GROUP INC | 96.25 |
| FALABELLA BLDG & RESTORATION | 25.88 |
| GOBEIL'S FURNITURE GALLERIES INC | 489.57 |
| H & H HARDSCAPES LLC | 1,099.84 |
| HIGGINS AUTO REPAIR | 123.80 |
| J. M. HOLMES EXCAVATING | 427.81 |
| MONROE FRAN M | 28.38 |
| PAMPERED POOCH LLC | 3.85 |
| THE BARN ON 26 | 31.21 |
| WHITE'S CUE CONNECTION | 72.84 |
| TOTAL FISCAL YEAR 2012 | 2,522.29 |

NAME

| | |
|------------------|--------|
| A P CONCRETE INC | 177.13 |
| A PLACE TO GROW | 85.45 |

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|------------------------------------|-----------------|
| BETTER BOX CO | 94.85 |
| BOTTLE BARN & REDEMPTION CTR | 18.75 |
| CINDI'S PLACE | 6.26 |
| CREATIVE REALTY GROUP INC | 93.78 |
| EDMISTON HEATING & OIL BURNER | 25.70 |
| FALABELLA BLDG & RESTORATION | 25.01 |
| H & H HARDSCAPES LLC | 1,071.09 |
| HAYDEN ELIZABETH | 59.38 |
| J. M. HOLMES EXCAVATING | 416.77 |
| LAKE REGION CHIMNEY SERVICE | 10.43 |
| THE PRESENCE RADIO NETWORK | 1,175.37 |
| PAMPERED POOCH LLC | 4.17 |
| THE BARN ON 26 | 31.26 |
| TOMRA MAINE | 70.85 |
| WELLS FARGO FINANCIAL LEASING, INC | 175.04 |
| WHITE'S CUE CONNECTION | 133.37 |
| HIGGINS AUTO REPAIR | 222.98 |
| TOTAL FISCAL YEAR 2013 | 3,897.64 |

NAME

| | |
|-------------------------------|-----------------|
| A P CONCRETE INC | 182.01 |
| A PLACE TO GROW | 87.79 |
| BETTER BOX CO | 1,704.42 |
| BOTTLE BARN & REDEMPTION CTR | 19.27 |
| CHELATION MEDICAL CENTER | 21.11 |
| CINDI'S PLACE | 6.43 |
| CREATIVE REALTY GROUP INC | 96.35 |
| DAIGLE, THOMAS | 19.27 |
| EDMISTON HEATING & OIL BURNER | 53.53 |
| ELRCARE MAINE, LLC | 3.88 |
| FALABELLA BLDG & RESTORATION | 25.70 |
| H & H HARDSCAPES LLC | 1,100.59 |
| HAYDEN ELIZABETH | 104.92 |
| HIGGINS AUTO REPAIR | 229.11 |
| J. M. HOLMES EXCAVATING | 428.25 |
| LAKE REGION CHIMNEY SERVICE | 10.71 |
| DICKINSON ENTERPRISES CORP | 151.07 |
| THE PRESENCE RADIO NETWORK | 2,113.40 |
| PAMPERED POOCH LLC | 4.28 |
| PARK, JUNG | 17.13 |
| NAKUMMUN, THANOM | 29.40 |
| SUNDOG COMPANY | 8.44 |
| THE BARN ON 26 | 32.11 |
| WEB ELECTRIC | 2.39 |
| WHITE'S CUE CONNECTION | 137.04 |
| TOTAL FISCAL YEAR 2014 | 6,588.60 |

Delinquent Taxes, Personal Property, as of 6-30-2017**NAME**

| | |
|-------------------------------|------------------|
| A P CONCRETE INC | 181.76 |
| A PLACE TO GROW | 87.67 |
| BETTER BOX CO | 1,702.11 |
| BOTTLE BARN & REDEMPTION CTR | 19.25 |
| BRUNS BROS PROCESS EQUIPMENT | 1,519.60 |
| BRUNS BROS WELDING | 208.96 |
| CHAPMAN ELECTRICAL CONTRACTOR | 12.64 |
| CHELATION MEDICAL CENTER | 42.77 |
| CINDI'S PLACE | 6.42 |
| COPP, BITSY | 181.34 |
| CREATIVE REALTY GROUP INC | 96.23 |
| CRYSTAL SPRINGS WATER CO | 0.08 |
| DAIGLE, THOMAS | 19.25 |
| EDMISTON HEATING & OIL BURNER | 53.46 |
| ELRCARE MAINE, LLC | 299.13 |
| FALABELLA BLDG & RESTORATION | 25.66 |
| H & H HARDSCAPES LLC | 1,099.10 |
| HAYDEN ELIZABETH | 104.78 |
| HIGGINS AUTO REPAIR | 228.80 |
| J. M. HOLMES EXCAVATING | 427.67 |
| LAKE REGION CHIMNEY SERVICE | 10.70 |
| LIFETIME MUFFLER | 926.68 |
| MAINE LADDER & STAGING CO | 4.39 |
| MAXWELL JAMES F TRUCKING | 2,540.90 |
| DICKINSON ENTERPRISES CORP | 186.04 |
| MUZAK, LLC | 2.89 |
| PAMPERED POOCH LLC | 4.28 |
| PARK, JUNG | 17.11 |
| POSTCARD IMAGES | 38.49 |
| NAKUMMUN, THANOM | 598.73 |
| SENTRY FINANCIAL CORP | 0.45 |
| SPACENET INC SITE #13811 | 9.47 |
| TEE-EM UP | 132.57 |
| THE BARN ON 26 | 32.08 |
| THE PRESENCE RADIO NETWORK | 2,110.53 |
| TOWNSEND, JOHN | 2,572.11 |
| WEB ELECTRIC | 213.83 |
| WHITE'S CUE CONNECTION | 136.85 |
| TOTAL FISCAL YEAR 2015 | 15,854.78 |

NAME

| | |
|------------------|----------|
| A P CONCRETE INC | 171.81 |
| A PLACE TO GROW | 82.87 |
| ART OF STONE | 153.62 |
| N G BAILEY, INC | 3.25 |
| BETTER BOX CO | 1,608.94 |

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|----------------------------------|------------------|
| BOTTLE BARN & REDEMPTION CTR | 18.19 |
| BRUNS BROS PROCESS EQUIPMENT | 1,447.23 |
| BRUNS BROS WELDING | 398.20 |
| BUCKEYE PIPE LINE TRANSPORTATION | 42.25 |
| CHAPMAN ELECTRICAL CONTRACTOR | 24.25 |
| CHIPMAN FARM STAND | 12.84 |
| CINDI'S PLACE | 6.07 |
| COPP, BITSY | 343.61 |
| CREATIVE REALTY GROUP INC | 90.96 |
| DENHAM C R CO | 4.06 |
| DUBE MARK | 139.49 |
| DYNAMIC URETHANES INC | 121.09 |
| EDMISTON HEATING & OIL BURNER | 50.53 |
| ELRCARE MAINE, LLC | 539.68 |
| FALABELLA BLDG & RESTORATION | 24.25 |
| FRANKS GARAGE | 5.91 |
| GOODY'S PIZZERIA | 190.41 |
| GREG'S AUTO BODY SALES INC | 55.13 |
| H & H HARDSCAPES LLC | 1,038.94 |
| HAYDEN ELIZABETH | 99.05 |
| HIGGINS AUTO REPAIR | 216.28 |
| J. M. HOLMES EXCAVATING | 404.25 |
| KEYBANK NATIONAL ASSOCIATION | 0.01 |
| LAKE REGION CHIMNEY SERVICE | 10.11 |
| LIBERTY INVESTMENT ADVISORS | 30.32 |
| LIFETIME MUFFLER | 1,127.87 |
| MAINE LADDER & STAGING CO | 84.89 |
| MAXWELL JAMES F TRUCKING | 4,250.73 |
| DICKINSON ENTERPRISES CORP | 141.49 |
| MUZAK, LLC | 36.39 |
| NAKUMMUN, THANOM | 565.96 |
| PAMPERED POOCH LLC | 4.04 |
| PERFECT-IMAGE INC | 61.65 |
| PERFORMANCE WORKSHOP, INC | 308.75 |
| POSTCARD IMAGES | 36.39 |
| ROYAL ACADEMY EDUCATION, INC | 64.63 |
| SENTRY FINANCIAL CORP | 14.14 |
| THE BARN ON 26 | 30.32 |
| TOMRA MAINE | 1,372.45 |
| TOWNSEND, JOHN | 4,935.95 |
| WEB ELECTRIC | 202.13 |
| WHITE'S CUE CONNECTION | 129.37 |
| TOTAL FISCAL YEAR 2016 | 20,700.75 |

NAME

| | |
|---------------------|--------|
| #1 COLLISION CENTER | 343.38 |
| A P CONCRETE INC | 158.69 |

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|----------------------------------|----------|
| A PLACE TO GROW | 76.55 |
| ART OF STONE | 141.89 |
| AVAUNT, ROBERT H, ESQ. | 202.39 |
| BEEBE ROBERT W DDS | 823.20 |
| BETTER BOX CO | 1,486.10 |
| BOTTLE BARN & REDEMPTION CTR | 16.81 |
| BRIGGS EQUIPMENT SALES | 0.12 |
| BRUNS BROS PROCESS EQUIPMENT | 1,336.75 |
| BRUNS BROS WELDING | 367.80 |
| BUCKEYE PIPE LINE TRANSPORTATION | 364.06 |
| CHAPMAN ELECTRICAL CONTRACTOR | 22.40 |
| CHIPMAN FARM STAND | 80.27 |
| CINDI'S PLACE | 5.61 |
| CREATIVE REALTY GROUP INC | 84.01 |
| DENHAM C R CO | 33.60 |
| DICKINSON ENTERPRISES CORP | 124.81 |
| DISANTO'S RESTAURANT | 0.08 |
| DOLLAR TREE STORES | 0.12 |
| DUBE MARK | 210.97 |
| EDMISTON HEATING & OIL BURNER | 46.68 |
| ELRCARE MAINE, LLC | 498.49 |
| FALABELLA BLDG & RESTORATION | 22.40 |
| FILLINGER, DAVID | 0.50 |
| FISHERMAN'S NET | 44.05 |
| FRANKS GARAGE | 229.64 |
| GETCHELL BROS INC | 0.01 |
| BWE, LLC DBA GH BERLIN WINDWARD | 0.05 |
| G-NG ANIMAL HOSPITAL | 0.05 |
| GOODY'S PIZZERIA | 268.84 |
| GRAY DONUTS INC | 3.00 |
| GRAY FAMILY VISION CENTER | 1,751.01 |
| GRAY PHYSICAL THERAPY CENTER | 88.10 |
| GREG'S AUTO BODY SALES INC | 489.14 |
| GRIFFIN GREENHOUSE SUPPLY | 1.80 |
| H & H HARDSCAPES LLC | 959.62 |
| HAYDEN ELIZABETH | 91.49 |
| HIGGINS AUTO REPAIR | 216.57 |
| HIGI SH, LLC | 0.14 |
| J. M. HOLMES EXCAVATING | 373.40 |
| HOWELLS GUN SHOP | 92.52 |
| KELLEY, SEAN | 13.81 |
| KEY BANK N A | 1.40 |
| LAKE REGION CHIMNEY SERVICE | 9.34 |
| LIBERTY INVESTMENT ADVISORS | 28.01 |
| LIFETIME MUFFLER | 1,041.77 |
| MAINE INSURANCE AGENCY | 0.43 |
| MAINE LADDER & STAGING CO | 78.41 |

Delinquent Taxes, Personal Property, as of 6-30-2017

| | |
|-------------------------------|------------------|
| MAINE RSA #1, INC | 2.32 |
| MANCINI DEBBIE SHAW | 28.01 |
| MARK POLLARD ELECTRIC | 556.36 |
| MAXWELL JAMES F TRUCKING | 3,926.23 |
| MUZAK, LLC | 33.60 |
| N G BAILEY, INC | 67.21 |
| NAKUMMUN, THANOM | 522.75 |
| NORTHERN UTILITIES, INC. | 1,191.21 |
| NUCO2 SUPPLY LLC | 61.61 |
| PAMPERED POOCH LLC | 3.73 |
| PATIENT ADVOCATES, LLC | 103.64 |
| PCS PERFORMANCE | 2.83 |
| PERFECT-IMAGE INC | 115.75 |
| PERFORMANCE WORKSHOP, INC | 526.49 |
| PINE TREE FOOD EQUIPMENT INC | 0.45 |
| ROYAL ACADEMY EDUCATION, INC | 143.76 |
| SCISSOR HANDS | 42.40 |
| SOUTHERN MAINE SITEWORK, INC | 193.65 |
| SPRINT SPECTRUM, LP | 0.21 |
| SUBWAY OF GRAY | 151.56 |
| TAPLIN ELECTRIC | 4.05 |
| THE BARN ON 26 | 28.01 |
| THE COCA COLA COMPANY | 0.01 |
| THE ONEIL COMPANY | 0.01 |
| TOMRA MAINE | 1,164.98 |
| TOWNSEND, JOHN | 4,559.12 |
| TRIDENT CONTROLS, INC | 0.89 |
| TRUE VALUE HARDWARE | 0.37 |
| WHITE'S CUE CONNECTION | 119.48 |
| WILKINSON, DONNA | 104.55 |
| TOTAL FISCAL YEAR 2017 | 25,885.52 |

Audited Financial Statements

Town of Gray, Maine

June 30, 2017



Proven Expertise and Integrity

TOWN OF GRAY, MAINE

CONTENTS

JUNE 30, 2017

| | PAGE |
|--|---------|
| INDEPENDENT AUDITORS' REPORT | 1 - 3 |
| MANAGEMENT'S DISCUSSION AND ANALYSIS | 4 - 11 |
| <u>BASIC FINANCIAL STATEMENTS</u> | |
| GOVERNMENT-WIDE FINANCIAL STATEMENTS | |
| STATEMENT A - STATEMENT OF NET POSITION | 12 |
| STATEMENT B - STATEMENT OF ACTIVITIES | 13 - 14 |
| FUND FINANCIAL STATEMENTS | |
| STATEMENT C - BALANCE SHEET - GOVERNMENTAL FUNDS | 15 |
| STATEMENT D - RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION | 16 |
| STATEMENT E - STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS | 17 |
| STATEMENT F - RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES | 18 |
| NOTES TO FINANCIAL STATEMENTS | 19 - 42 |
| <u>REQUIRED SUPPLEMENTARY INFORMATION</u> | |
| REQUIRED SUPPLEMENTARY INFORMATION DESCRIPTION | 43 |
| SCHEDULE 1 - BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND | 44 |

OTHER SUPPLEMENTARY INFORMATION

| | |
|--|---------|
| OTHER SUPPLEMENTARY INFORMATION DESCRIPTION | 45 |
| SCHEDULE A - BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND REVENUES | 46 - 47 |
| SCHEDULE B - SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND | 48 - 50 |
| SCHEDULE C - COMBINING BALANCE SHEET- NONMAJOR GOVERNMENTAL FUNDS | 51 |
| SCHEDULE D - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS | 52 |
| SPECIAL REVENUE FUNDS DESCRIPTION | 53 |
| SCHEDULE E - COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS | 54 - 59 |
| SCHEDULE F - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS | 60 - 65 |
| SCHEDULE G - COMBINING SCHEDULE OF ACTIVITY - RECREATION FUND | 66 - 67 |
| CAPITAL PROJECTS FUNDS DESCRIPTION | 68 |
| SCHEDULE H - COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS | 69 - 71 |
| SCHEDULE I - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR CAPITAL PROJECTS FUNDS | 72 - 74 |
| PERMANENT FUNDS DESCRIPTION | 75 |
| SCHEDULE J - COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS | 76 - 77 |

| | |
|--|---------|
| SCHEDULE K - COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR PERMANENT FUNDS | 78 - 79 |
| GENERAL CAPITAL ASSETS DESCRIPTION | 80 |
| SCHEDULE L - SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION | 81 |
| SCHEDULE M - SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION | 82 |
| <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> | 83 - 84 |



Proven Expertise and Integrity

INDEPENDENT AUDITORS' REPORT

Town Council
Town of Gray
Gray, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Gray, 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 Gray, 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.

3 Old Orchard Road, Gray, Maine 04093

Tel: (800) 300-7708

(207) 929-4606

Fax: (207) 929-4609

www.rhrsmith.com

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Gray, 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 and budgetary comparison information on pages 4 through 11 and 44 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 Gray, 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, 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 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 February 28, 2018, on our consideration of the Town of Gray, 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 Gray, Maine's internal control over financial reporting and compliance.

RHR Smith & Company

Gray, Maine
February 28, 2018

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

(UNAUDITED)

The following management's discussion and analysis of Town of Gray, 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 Gray'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 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.

The above mentioned financial statements have one column for the Town's activity. The type of activity presented for the Town of Gray is:

- *Governmental activities* - The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). All of the Town's basic services are reported in governmental activities, which include administration services, council, boards & committees, public safety, library, parks & recreation, public works, education and program expenses.

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 Gray, 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 Gray are considered governmental funds.

Governmental funds: All 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 fund 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 funds financial statement.

The Town of Gray presents two 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 fund is the general fund. 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.

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 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.

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.

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 activity. The Town's total net position for governmental activities increased by \$1,285,117 from \$15,835,098 to \$17,120,215.

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 - increased for governmental activities to a balance of \$5,785,052 at the end of this year.

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

| | 2017 | 2016 |
|--|----------------------|----------------------|
| Assets: | | |
| Current Assets | \$ 7,614,514 | \$ 7,519,531 |
| Capital Assets | 16,394,986 | 15,756,117 |
| Total Assets | <u>24,009,500</u> | <u>23,275,648</u> |
| Deferred Outflows of Resources: | | |
| Deferred Amortization | 55,000 | - |
| Total Deferred Outflows of Resources | <u>55,000</u> | <u>-</u> |
| Liabilities: | | |
| Current Liabilities | 1,338,774 | 1,610,431 |
| Long-term Debt Outstanding | 5,409,299 | 5,660,000 |
| Total Liabilities | <u>6,748,073</u> | <u>7,270,431</u> |
| Deferred Inflows of Resources: | | |
| Prepaid Taxes | 69,693 | 58,588 |
| Deferred Revenue | 126,519 | 111,531 |
| Total Deferred Inflows of Resources | <u>196,212</u> | <u>170,119</u> |
| Net Position: | | |
| Net Investment in Capital Assets | 10,159,037 | 9,208,557 |
| Restricted: Special Revenue Funds | 964,167 | 832,079 |
| Capital Projects Funds | 61,575 | 177,840 |
| Permanent Funds | 150,384 | 154,222 |
| Unrestricted | 5,785,052 | 5,462,400 |
| Total Net Position | <u>\$ 17,120,215</u> | <u>\$ 15,835,098</u> |

Revenues and Expenses

Both revenues and expenses for the Town's governmental funds were fairly consistent from the prior year with revenues increasing by \$869,349 or 4.98% primarily due to increases in charges for services and miscellaneous revenues. Expenses increased by \$145,142 or .86%. This increase was primarily due to public safety.

Table 2
Town of Gray, Maine
Changes in Net Position
For the Years Ended June 30,

| | <u>2017</u> | <u>2016</u> |
|---|-----------------------------|-----------------------------|
| Revenues | | |
| <i>Program Revenues:</i> | | |
| Charges for services | \$ 1,203,620 | \$ 1,034,365 |
| Operating grants and contributions | 143,966 | 153,823 |
| <i>General Revenues:</i> | | |
| Taxes | 15,555,814 | 15,522,561 |
| Grants and contributions not restricted to specific programs | 512,128 | 403,723 |
| Interest income | 73,531 | 69,869 |
| Bond premium | 319,599 | - |
| Miscellaneous | 501,309 | 256,277 |
| Total Revenues | <u>18,309,967</u> | <u>17,440,618</u> |
| Expenses | | |
| Administration services | 1,118,074 | 1,219,810 |
| Council, boards & committees | 49,040 | 36,835 |
| Public safety | 1,269,311 | 1,185,785 |
| Library/parks & recreation | 346,867 | 336,920 |
| Public works | 2,816,154 | 2,795,117 |
| Municipal finances | 658,610 | 610,615 |
| County assessment | 598,865 | 575,217 |
| Education | 8,977,627 | 9,174,348 |
| Insurance claims | 18,112 | 3,522 |
| Other grants | 10,430 | 1,292 |
| Community services | 29,718 | 29,718 |
| Program expenses | 622,133 | 683,984 |
| Bond issuance costs | 264,599 | - |
| Interest on long-term debt | 245,310 | 226,545 |
| Total Expenses | <u>17,024,850</u> | <u>16,879,708</u> |
| Change in Net Position | 1,285,117 | 560,910 |
| Net Position - July 1 | <u>15,835,098</u> | <u>15,274,188</u> |
| Net Position - June 30 | <u><u>\$ 17,120,215</u></u> | <u><u>\$ 15,835,098</u></u> |

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 Gray, Maine
Fund Balances - Governmental Funds
June 30,

| | <u>2017</u> | <u>2016</u> |
|--------------------------|---------------------|---------------------|
| General Fund: | | |
| Nonspendable | \$ 74,058 | \$ 63,236 |
| Committed | 510,758 | 335,000 |
| Unassigned | 4,188,732 | 4,118,739 |
| Total General Fund | <u>\$ 4,773,548</u> | <u>\$ 4,516,975</u> |
| Nonmajor Funds: | | |
| Special Revenue Funds: | | |
| Nonspendable | \$ 10,169 | \$ 2,939 |
| Restricted | 964,167 | 832,079 |
| Committed | 27,185 | 21,287 |
| Assigned | 248,725 | 210,970 |
| Capital Projects Funds: | | |
| Restricted | 61,575 | 177,840 |
| Committed | 403,349 | 372,893 |
| Assigned | 185,919 | 164,787 |
| Unassigned | - | (10,501) |
| Permanent Funds: | | |
| Nonspendable - principal | 109,687 | 113,637 |
| Restricted | 40,697 | 40,585 |
| Unassigned | - | (4,047) |
| Total Nonmajor Funds | <u>\$ 2,051,473</u> | <u>\$ 1,922,469</u> |

The general fund total fund balance increased by \$256,573 from the prior fiscal year. The nonmajor fund balances increased by \$129,004 from the prior fiscal year.

Budgetary Highlights

There was no difference between the original and final budget for the general fund.

The general fund actual revenues exceeded budget by \$348,293. All revenue categories were received in excess of budgeted amounts except property taxes and other income.

The general fund actual expenditures were under budget in total by \$243,280. When excluding overlay of \$156,465, the general fund expenditures remained under budget by \$86,815 despite cost overruns in council and boards, public safety, library/parks and recreation, public works, municipal finances, insurance claims and other grants.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2017, the net book value of capital assets recorded by the Town increased by \$638,869 from the prior year. This increase is the result of capital additions of \$1,676,886 less current year depreciation expense of \$1,038,017.

Table 4
Town of Gray, Maine
Capital Assets (Net of Depreciation)
June 30,

| | <u>2017</u> | <u>2016</u> |
|---------------------------------|----------------------|----------------------|
| Land and Non-Depreciable Assets | \$ 124,803 | \$ 2,560,323 |
| Buildings and Improvements | 7,704,140 | 5,293,069 |
| Furniture and Equipment | 832,376 | 519,002 |
| Vehicles | 2,339,407 | 1,923,278 |
| Infrastructure | 5,394,260 | 5,460,445 |
| Total | <u>\$ 16,394,986</u> | <u>\$ 15,756,117</u> |

Debt

At June 30, 2017, the Town had \$5,605,000 in bonds outstanding versus \$6,225,000 in the prior year. Other obligations include capital leases payable and accrued sick and vacation time. Refer to Note 5 of Notes to Financial Statements for detailed information.

Economic Factors and Next Year's Budgets and Rates

To further promote and ensure the financial well-being and fiscal stability of the Town, the Gray Town Council adopted an Unassigned General Fund Balance Policy in February of 2004. The Town's management established the policy as a guideline to ensure the well-being of the Town's financial administration in a manner that assists in providing for a positive cash flow, reducing short-term borrowing costs and meeting the Town's long-term capital investment objectives while ensuring that year-to-year fluctuations do not allow accumulation of an excessive unassigned fund balance. The policy also includes a provision for the suggested utilization of excess funds on future capital improvements and/or distribution to various reserve accounts. The Town's management designed the policy around maintaining a level of funding in Unassigned General Fund Balance that assures the fiscal integrity of the Town into the near future. In addition, the policy will provide direction to the Town Manager during annual budget preparation.

The policy requires that the Town Treasurer maintain the Unassigned General Fund Balance (as determined in accordance with applicable government accounting standards) at a level not less than two twelfths (or $1/6$) and up to three twelfths (or $1/4$) of the Town's net assessment for commitment, excluding any and all TIF plan amount assessment. Utilization of the Unassigned General Fund Balance is restricted and may in no circumstance be appropriated to below the two twelfths (or $1/6$) level as described above without the favorable vote of a Town Meeting. Such a resolution for utilization shall also contain a plan to restore the Unassigned General Fund Balance to the level detailed above within a five (5) year period should such utilization cause the Unassigned General Fund Balance to fall below the level detailed above. The Town maintained balances in excess of the required minimum level for the fiscal year ended 2017.

At any time during any budget year the Town Council may, after notice, call a special Town Meeting for the purpose of making appropriation(s) from Unassigned General Fund Balance in excess of the two twelfths (or $1/6$) level as described above. The proposed appropriation(s) shall meet an essential municipal need to protect the public health, safety and welfare. The needs may be caused by severe economic decline, any natural disaster or sudden event outside the control of the Town Council. Such appropriation(s) shall be adopted by a favorable vote of a special Town Meeting, with the vote specifically identifying the public necessity and containing the precise use of the appropriation(s).

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 Office at 24 Main St., Gray, Maine 04039.

STATEMENT A

TOWN OF GRAY, MAINE

STATEMENT OF NET POSITION
JUNE 30, 2017

| | Governmental Activities |
|--|-----------------------------|
| ASSETS | |
| Current assets: | |
| Cash and cash equivalents | \$ 6,967,216 |
| Accounts receivable (net of allowance for uncollectibles) | |
| Taxes | 125,931 |
| Liens | 305,231 |
| Other | 74,328 |
| Due from other governments | 57,581 |
| Prepaid items | 74,691 |
| Inventory | 9,536 |
| Total current assets | <u>7,614,514</u> |
| Noncurrent assets: | |
| Capital assets: | |
| Land and other assets not being depreciated | 124,803 |
| Buildings and equipment, net of accumulated depreciation | 16,270,183 |
| Total noncurrent assets | <u>16,394,986</u> |
| TOTAL ASSETS | <u>24,009,500</u> |
| DEFERRED OUTFLOWS OF RESOURCES | |
| Deferred amortization on bond refunding | 55,000 |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | <u>55,000</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES | <u><u>\$ 24,064,500</u></u> |
| LIABILITIES | |
| Current liabilities: | |
| Accounts payable | \$ 164,481 |
| Accrued expenses | 2,757 |
| Accrued payroll | 44,467 |
| Current portion of long-term obligations | 1,127,069 |
| Total current liabilities | <u>1,338,774</u> |
| Noncurrent liabilities: | |
| Noncurrent portion of long-term obligations: | |
| Bonds payable | 5,090,679 |
| Capital leases payable | 318,620 |
| Total noncurrent liabilities | <u>5,409,299</u> |
| TOTAL LIABILITIES | <u>6,748,073</u> |
| DEFERRED INFLOWS OF RESOURCES | |
| Prepaid taxes | 69,693 |
| Deferred revenue | 126,519 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>196,212</u> |
| NET POSITION | |
| Net investment in capital assets | 10,159,037 |
| Restricted: Special revenue funds | 964,167 |
| Permanent funds | 150,384 |
| Unrestricted | 5,785,052 |
| TOTAL NET POSITION | <u>17,120,215</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION | <u><u>\$ 24,064,500</u></u> |

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

TOWN OF GRAY, 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 | Total Governmental Activities |
| Governmental activities: | | | | | |
| Administration services | \$ 1,118,074 | \$ 316,271 | \$ 8,454 | \$ - | \$ (793,349) |
| Council, boards & committees | 49,040 | 20,175 | - | - | (28,865) |
| Public safety | 1,269,311 | 293,703 | - | - | (975,608) |
| Library/parks & recreation | 346,867 | 10,129 | - | - | (336,738) |
| Public works | 2,816,154 | 142,969 | 135,512 | - | (2,537,673) |
| Municipal finances | 658,610 | - | - | - | (658,610) |
| County assessment | 598,865 | - | - | - | (598,865) |
| Education | 8,977,627 | - | - | - | (8,977,627) |
| Insurance claims | 18,112 | - | - | - | (18,112) |
| Other grants | 10,430 | - | - | - | (10,430) |
| Community services | 29,718 | - | - | - | (29,718) |
| Program expenses | 622,133 | 420,373 | - | - | (201,760) |
| Bond issuance costs | 264,599 | - | - | - | (264,599) |
| Interest on long-term debt | 245,310 | - | - | - | (245,310) |
| Total government | <u>\$ 17,024,850</u> | <u>\$ 1,203,620</u> | <u>\$ 143,966</u> | <u>\$ -</u> | <u>(15,677,264)</u> |

STATEMENT B (CONTINUED)
TOWN OF GRAY, MAINE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

| | <u>Governmental Activities</u> |
|--|------------------------------------|
| Changes in net position: | |
| Net (expense) revenue | <u>(15,677,264)</u> |
| General revenues: | |
| Taxes: | |
| Property taxes, levied for general purposes | 13,846,263 |
| Excise taxes | 1,709,551 |
| Grants and contributions not restricted to specific programs | 512,128 |
| Interest income | 73,531 |
| Premiums on issuance | 319,599 |
| Miscellaneous | 501,309 |
| Total general revenues | <u>16,962,381</u> |
| Change in net position | 1,285,117 |
| NET POSITION - JULY 1 | <u>15,835,098</u> |
| NET POSITION - JUNE 30 | <u><u>\$ 17,120,215</u></u> |

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

STATEMENT C

TOWN OF GRAY, MAINE

BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2017

| | General Fund | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|--------------------------------|--------------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 6,278,153 | \$ 689,063 | \$ 6,967,216 |
| Accounts receivable (net of allowance for uncollectibles): | | | |
| Taxes | 125,931 | - | 125,931 |
| Liens | 305,231 | - | 305,231 |
| Other | 74,328 | - | 74,328 |
| Due from other governments | 57,581 | - | 57,581 |
| Prepaid items | 64,522 | 10,169 | 74,691 |
| Inventory | 9,536 | - | 9,536 |
| Due from other funds | 56 | 1,485,361 | 1,485,417 |
| TOTAL ASSETS | <u>\$ 6,915,338</u> | <u>\$ 2,184,593</u> | <u>\$ 9,099,931</u> |
| LIABILITIES | | | |
| Accounts payable | \$ 158,847 | \$ 5,634 | \$ 164,481 |
| Accrued expenses | 2,757 | - | 2,757 |
| Accrued payroll | 41,006 | 3,461 | 44,467 |
| Due to other funds | 1,485,361 | 56 | 1,485,417 |
| TOTAL LIABILITIES | <u>1,687,971</u> | <u>9,151</u> | <u>1,697,122</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Prepaid taxes | 69,693 | - | 69,693 |
| Deferred revenue | 2,550 | 123,969 | 126,519 |
| Deferred property tax | 381,576 | - | 381,576 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>453,819</u> | <u>123,969</u> | <u>577,788</u> |
| FUND BALANCES | | | |
| Nonspendable | 74,058 | 119,856 | 193,914 |
| Restricted | - | 1,066,439 | 1,066,439 |
| Committed | 510,758 | 430,534 | 941,292 |
| Assigned | - | 434,644 | 434,644 |
| Unassigned | 4,188,732 | - | 4,188,732 |
| TOTAL FUND BALANCES | <u>4,773,548</u> | <u>2,051,473</u> | <u>6,825,021</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 6,915,338</u> | <u>\$ 2,184,593</u> | <u>\$ 9,099,931</u> |

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

TOWN OF GRAY, MAINE

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

| | Total Governmental Funds |
|---|--------------------------------|
| | <hr/> |
| Total Fund Balances | \$ 6,825,021 |
| 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 | 16,394,986 |
| 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 | 381,576 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds: | |
| Bonds payable | (5,605,000) |
| Capital leases payable | (630,949) |
| Accrued compensated absences | (245,419) |
| | <hr/> |
| Net position of governmental activities | <u><u>\$ 17,120,215</u></u> |

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

TOWN OF GRAY, MAINE

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

| | General Fund | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|--------------------------------|--------------------------------|
| REVENUES | | | |
| Taxes: | | | |
| Property | \$ 13,834,212 | \$ - | \$ 13,834,212 |
| Excise | 1,709,551 | - | 1,709,551 |
| Intergovernmental | 645,834 | 10,260 | 656,094 |
| Interest income | 69,967 | 3,564 | 73,531 |
| Charges for services | 783,247 | 420,373 | 1,203,620 |
| Miscellaneous | 165,695 | 335,614 | 501,309 |
| TOTAL REVENUES | <u>17,208,506</u> | <u>769,811</u> | <u>17,978,317</u> |
| EXPENDITURES | | | |
| Current: | | | |
| Administration services | 1,026,447 | - | 1,026,447 |
| Council, boards & committees | 49,040 | - | 49,040 |
| Public safety | 1,073,599 | - | 1,073,599 |
| Library/parks & recreation | 315,021 | - | 315,021 |
| Public works | 2,097,322 | - | 2,097,322 |
| Municipal finances | 658,610 | - | 658,610 |
| County assessment | 598,865 | - | 598,865 |
| Education | 8,977,627 | - | 8,977,627 |
| Insurance claims | 18,112 | - | 18,112 |
| Other grants | 10,430 | - | 10,430 |
| Community services | 29,718 | - | 29,718 |
| Program expenses | - | 1,147,813 | 1,147,813 |
| Debt service: | | | |
| Principal | - | 623,940 | 623,940 |
| Interest | - | 245,310 | 245,310 |
| Capital outlay | - | 1,676,886 | 1,676,886 |
| TOTAL EXPENDITURES | <u>14,854,791</u> | <u>3,693,949</u> | <u>18,548,740</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>2,353,715</u> | <u>(2,924,138)</u> | <u>(570,423)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Bond/lease proceeds | - | 3,701,000 | 3,701,000 |
| Premiums on issuance | - | 319,599 | 319,599 |
| Bond payoff | - | (2,800,000) | (2,800,000) |
| Bond issuance costs | - | (264,599) | (264,599) |
| Transfers in | - | 2,098,457 | 2,098,457 |
| Transfers (out) | (2,097,142) | (1,315) | (2,098,457) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(2,097,142)</u> | <u>3,053,142</u> | <u>956,000</u> |
| NET CHANGE IN FUND BALANCES | 256,573 | 129,004 | 385,577 |
| FUND BALANCES - JULY 1 | <u>4,516,975</u> | <u>1,922,469</u> | <u>6,439,444</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 4,773,548</u> | <u>\$ 2,051,473</u> | <u>\$ 6,825,021</u> |

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

TOWN OF GRAY, 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>\$ 385,577</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 to be allocated to those expenditures over the life of the assets: | |
| Capital asset acquisitions | 1,676,886 |
| Depreciation expense | <u>(1,038,017)</u> |
| | <u>638,869</u> |
| Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position | <u>(3,701,000)</u> |
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds: | |
| Taxes and liens receivable | <u>12,051</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 Net Position | <u>4,012,611</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 | <u>(62,991)</u> |
| Change in net position of governmental activities (Statement B) | <u><u>\$ 1,285,117</u></u> |

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

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Gray was incorporated under the laws of the State of Maine. The Town operates under the council-manager form of government and provides the following services: administration services, council, boards & committees, public safety, library, parks & recreation, public works, education and program expenses.

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).

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

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 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

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

This Statement also establishes additional note disclosure requirements for qualifying external investment pools that measure all of their investments at amortized cost for financial reporting purposes and for governments that participate in those pools. Those disclosures for both the qualifying external investment pools and their participants include information about any limitations or restrictions on participant withdrawals. 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 governmental.

In the government-wide Statement of Net Position, the governmental activities column is (a) presented on a consolidated basis by column, and (b) is 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 (administration services, 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.

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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.

Nonmajor Funds

- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- c. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- d. 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.

The emphasis in fund financial statements is on the major funds in the governmental activities category. 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.

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.

TOWN OF GRAY, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities.
- Certificates of deposits and other evidences of deposits at banks, savings and loan associations, and credit unions.
- Repurchase agreements
- Money market mutual funds

The Town of Gray, Maine has a formal investment policy, and also follows the State of Maine Statutes.

TOWN OF GRAY, MAINE
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

Receivables include amounts due from governmental agencies and local businesses. 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 \$563,071 for the year ended June 30, 2017. The allowance for uncollectible accounts is estimated to be \$10,000 as of June 30, 2017.

Prepaid Items

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

Inventories

Inventories consist of expendable supplies held for consumption and are valued at cost which approximates market, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when used (consumption method). The general fund inventory consists of diesel fuel and gasoline.

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 Governmental Funds.

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

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 and compensated absences.

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

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

The Town's policies regarding vacation and sick time permits 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 \$245,419.

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 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 OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 Town Council.

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 currently has no deferred outflows of resources.

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 and other deferred revenue also qualify for reporting in this category. These items are reported in both the statements of net position and governmental funds balance sheet. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied August 17, 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 3, 2016 and April 4, 2017. Interest on unpaid taxes commenced on October 4, 2016 and April 5, 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 property tax collection rate was 98.0% and 97.6% for the years ended June 30, 2017 and 2016, respectively.

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.

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 \$156,465 for the year ended June 30, 2017.

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).

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,

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

State statutes require that all investments made by the Town consider 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 have a policy covering custodial credit risk for deposits. The Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes. At June 30, 2017, the Town's cash balances amounting to \$6,967,216 were comprised of deposits of \$7,129,269. All of these bank deposits were fully insured by federal depository insurance and consequently were not exposed to custodial credit risk.

| <u>Account Type</u> | <u>Bank Balance</u> |
|-----------------------|-------------------------|
| Checking accounts | \$ 8,208 |
| Sweep accounts | 1,802,547 |
| Money market accounts | 85,460 |
| ICS savings accounts | 5,233,054 |
| | <u>\$ 7,129,269</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 have a policy for custodial credit risk for investments. The Town seeks to minimize custodial credit risk by doing business with authorized institutions, depositories and brokers/dealers.

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2017, the Town had no investments.

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 have an investment policy on credit risk. The Town mitigates this risk by limiting investments to authorized types of securities, using qualified financial institutions authorized by the finance committee and diversifying the investment portfolio to meet the Town's current and future cash flow needs. Generally, the Town invests excess funds in cash management accounts and various insured certificates of deposit.

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town does have a formal investment policy that mitigates interest rate risk by limiting 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) |
|------------------------|---------------------------|----------------------|
| Major funds: | | |
| General fund | \$ 56 | \$ 1,485,361 |
| Nonmajor funds: | | |
| Special revenue funds | 1,369,841 | - |
| Capital projects funds | 1,445 | 56 |
| Permanent funds | 114,075 | - |
| | <u>\$ 1,485,417</u> | <u>\$ 1,485,417</u> |

TOWN OF GRAY, 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 |
|--------------------------------|----------------------|---------------------|-----------------------|----------------------|
| Non-depreciated assets: | | | | |
| Land | \$ 124,803 | \$ - | \$ - | \$ 124,803 |
| Construction in progress | 2,435,520 | - | (2,435,520) | - |
| | <u>2,560,323</u> | <u>-</u> | <u>(2,435,520)</u> | <u>124,803</u> |
| Depreciated assets: | | | | |
| Buildings & improvements | 8,287,772 | 2,556,426 | - | 10,844,198 |
| Furniture & equipment | 2,451,446 | 435,214 | - | 2,886,660 |
| Vehicles | 7,135,231 | 616,439 | (185,000) | 7,566,670 |
| Infrastructure | 12,607,948 | 504,327 | - | 13,112,275 |
| | <u>30,482,397</u> | <u>4,112,406</u> | <u>(185,000)</u> | <u>34,409,803</u> |
| Less accumulated depreciation: | | | | |
| Buildings & improvements | (2,994,703) | (145,355) | - | (3,140,058) |
| Furniture & equipment | (1,932,444) | (121,840) | - | (2,054,284) |
| Vehicles | (5,211,953) | (200,310) | 185,000 | (5,227,263) |
| Infrastructure | (7,147,503) | (570,512) | - | (7,718,015) |
| | <u>(17,286,603)</u> | <u>(1,038,017)</u> | <u>185,000</u> | <u>(18,139,620)</u> |
| Net depreciated assets | <u>13,195,794</u> | <u>3,074,389</u> | <u>-</u> | <u>16,270,183</u> |
| Net capital assets | <u>\$ 15,756,117</u> | <u>\$ 3,074,389</u> | <u>\$ (2,435,520)</u> | <u>\$ 16,394,986</u> |
| Current year depreciation: | | | | |
| General Government | | | | \$ 13,139 |
| Pennell | | | | 78,488 |
| Library | | | | 9,425 |
| Parks & Recreation | | | | 22,421 |
| Public Safety | | | | 195,712 |
| Public Works | | | | 679,310 |
| Buildings & Grounds | | | | 20,066 |
| Solid Waste | | | | 19,456 |
| Total depreciation expense | | | | <u>\$ 1,038,017</u> |

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 - LONG-TERM DEBT

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

| | Balance 7/1/16 | Additions | Deletions | Balance 6/30/17 | Current Year Portion |
|---------------------------------|---------------------|---------------------|-----------------------|---------------------|----------------------------|
| Bonds payable | \$ 6,225,000 | \$ 2,745,000 | \$ (3,365,000) | \$ 5,605,000 | \$ 565,000 |
| Capital leases payable | 322,560 | 956,000 | (647,611) | 630,949 | 312,329 |
| Accrued compensated absences | 182,428 | 62,991 | - | 245,419 | 245,419 |
| Totals | <u>\$ 6,729,988</u> | <u>\$ 3,763,991</u> | <u>\$ (4,012,611)</u> | <u>\$ 6,481,368</u> | <u>\$ 1,122,748</u> |

The following is a summary of the outstanding bonds payable:

| | |
|--|---------------------|
| \$2,880,000, 2014 General Obligation Refunding Bond due in annual principal installments and semiannual interest installments through July of 2023. Interest is charged at a varying rate from 2.00% to 4.00% per annum. Annual principal installments vary from \$160,000 to \$335,000. | \$ 2,020,000 |
| \$5,600,000, 2009 General Obligation Bond due in annual principal installments and semiannual interest installments through October of 2029. Interest is charged at a varying rate from 2.50% to 4.25% per annum. Annual principal installments are \$280,000. | 840,000 |
| \$2,745,000, 2017 General Obligation Refunding Bond due in annual installments through October of 2029. Interest is charged at a rate of 2.50% to 4.00% per annum. Annual principal installments vary from \$270,000 to \$285,000. | <u>2,745,000</u> |
| Total Bonds Payable | <u>\$ 5,605,000</u> |

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 - LONG-TERM DEBT (CONTINUED)

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

| | <u>Principal</u> | <u>Interest</u> | <u>Total Debt Service</u> |
|-----------|---------------------|---------------------|-------------------------------|
| 2018 | \$ 565,000 | \$ 100,990 | \$ 665,990 |
| 2019 | 575,000 | 160,300 | 735,300 |
| 2020 | 585,000 | 142,900 | 727,900 |
| 2021 | 600,000 | 125,200 | 725,200 |
| 2022 | 605,000 | 108,475 | 713,475 |
| 2023-2027 | 1,865,000 | 323,050 | 2,188,050 |
| 2028-2032 | 810,000 | 64,800 | 874,800 |
| | <u>\$ 5,605,000</u> | <u>\$ 1,025,715</u> | <u>\$ 6,630,715</u> |

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

The following is a summary of capital leases payable for the year ended June 30, 2017:

| | |
|---|-------------------|
| \$195,000, 2016 Capital Lease payable to US BanCorp. for Public Works Grader due in annual installments through August of 2018. Interest is charged at a rate of 3.26% per annum. Annual payments are \$67,096 | \$ 127,904 |
| \$195,000, 2016 Capital Lease payable to Capital One for Fire and Public Safety Equipment and Public Works, Town Vehicles, and Equipment due in annual installments through August of 2018. Interest is charged at a rate of 1.70% per annum. Annual payments are \$257,955 | <u>503,045</u> |
| Total Capital Leases Payable | <u>\$ 630,949</u> |

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 - LONG-TERM DEBT (CONTINUED)

The future annual payments for these capital leases for the years ending June 30 are as follows:

| | |
|--|--------------------------|
| 2018 | \$ 325,050 |
| 2019 | 325,051 |
| Total minimum lease payments | <u>650,101</u> |
| Less amount representing interest | <u>(19,152)</u> |
| Present value of future minimum lease payments | <u><u>\$ 630,949</u></u> |

NOTE 6 - EXPENDITURES OVER APPROPRIATIONS

At June 30, 2017, the Town had no overspent appropriations. The Town budget was approved in total by one article and the total actual expenditures did not exceed this amount.

NOTE 7 - NONSPENDABLE FUND BALANCES

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

| | |
|---|--------------------------|
| General fund: | |
| Prepaid items | \$ 64,522 |
| Inventory | 9,536 |
| Nonmajor special revenue funds (Schedule E) | 10,169 |
| Nonmajor permanent funds (Schedule J) | 109,687 |
| | <u><u>\$ 193,914</u></u> |

NOTE 8 - RESTRICTED FUND BALANCES

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

| | |
|--|----------------------------|
| Nonmajor special revenue funds (Schedule E) | \$ 964,167 |
| Nonmajor capital projects funds (Schedule H) | 61,575 |
| Nonmajor permanent funds (Schedule J) | 40,697 |
| | <u><u>\$ 1,066,439</u></u> |

TOWN OF GRAY, 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:

General fund:

| | |
|--|-------------------|
| Use of fund balance FY 2018 budget | \$ 10,758 |
| Use of fund balance capital projects funds | 500,000 |
| Nonmajor special revenue funds (Schedule E) | 27,185 |
| Nonmajor capital projects funds (Schedule H) | 403,349 |
| | <u>\$ 941,292</u> |

NOTE 10 - ASSIGNED FUND BALANCES

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

| | |
|--|-------------------|
| Nonmajor special revenue funds (Schedule E) | \$ 248,725 |
| Nonmajor capital projects funds (Schedule H) | 185,919 |
| | <u>\$ 434,644</u> |

NOTE 11 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS

The Town has established two tax increment financing districts in accordance with Maine statutes to finance development programs located in the Town of Gray. The expenditures from these development programs will be recovered in future years through an incremental tax levied upon the districts' so called "captured asset value". A portion of the incremental tax revenues will be returned to the district to repay principal and interest on any indebtedness to fund the expenditures of the development program and to finance future expansion.

Northbrook Tax Increment Financing District

The Town has entered into an inducement agreement and a credit enhancement agreement with Enercon, Advance Realty, M 34 Associates, M 35 Associates and M 36 Associates (referred to individually and collectively as the "Company"), whereby the Town has issued revenue obligation bonds on behalf of the Company amounting to \$2,800,000. These bonds are not general obligation bonds of the Town and do not constitute a debt or obligation of the Town of Gray, Maine. The bonds will be paid solely by the revenue of the project provided by the companies. In 2017, \$114,255 of tax was captured and \$64,013 was returned to the companies. Additionally, the Town of Gray, Maine entered into an agreement with the Gray Water District to extend the waterline to the Northbrook campus. The Town's share of this project was capped at

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS
(CONTINUED)

30% or a maximum of \$200,000. The debt will be serviced by captured asset value within the district.

The TIF District will remain in place for a period of 30 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 30 years or the remainder of the term of the District designation, whichever is less. No more than 9% of the property taxes to be generated on the improvements within the District will be returned to the developer for 30 years. The remaining amount will be retained by the Town and used to fund the development plan of the District. The Town Council 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. Any projects financed through municipal bonded indebtedness must be approved in advance by the Gray voters.

South Gray Tax Increment Financing District

The Town has entered into a contract with the Gray Water District where the Town will reimburse the Gray Water District 100% of the debt service on debt issued by the District to finance the costs of construction (including design and engineering) of a 16" public water line and related facilities running up to 2.4 miles from Gray Village along Route 100 toward Whitney Road. The combined principal amount of the bonds or notes issued by the Town and by the Gray Water District for such purpose shall not exceed \$1,650,000.

Abatements

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 one tax abatement agreement and an amendment, the Enercon Inc. Credit Enhancement Agreement and the First Amendment, which are summarized below:

Enercon, Inc. Credit Enhancement Agreement and the First Amendment

On September 19, 1997, the Town of Gray entered into a credit enhancement agreement with the Company for the design, construction and operation of business

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 11 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS (CONTINUED)

development/manufacturing facilities. On February 2, 2012, the Town of Gray entered into a credit enhancement agreement amendment with M36 Associates, Inc. to extend the term of the original agreement, provide for the share of BETE reimbursement, the marketing of Northbrook and next major expansion of Northbrook. The original valuation of the property was \$164,076. No more than 95%, of the property taxes to be generated on the improvements within the District will be returned to the developer for 30 years. The remaining amount will be retained by the Town and used to fund the development plan of the District.

For the fiscal year ended June 30, 2017, the Town abated property taxes for the following programs:

| <u>Tax Abatement Program</u> | <u>Percentage of Taxes Abated During the Fiscal Year</u> | <u>Amount of Taxes Abated During the Fiscal Year</u> |
|--|--|--|
| Enercon, Inc Credit Enhancement Agreement | 56% | \$ 64,013 |
| | | <u>\$ 64,013</u> |

NOTE 12 - LANDFILL CLOSURE FUNDS

The Town of Gray closed its solid waste landfill as per State requirements in June of 1992. The Town has reserved \$125,460 for any capital repairs or improvements during the post closure period. The Town considers any liability for post closure monitoring to be immaterial and therefore has not recorded a liability in the entity-wide statements.

NOTE 13 - OVERLAPPING DEBT

The Town is contingently liable for its proportionate share of any defaulted debt by entities of which it is a member. At June 30, 2017, the Town's share was approximately:

| | <u>Outstanding Debt</u> | <u>Percentage</u> | <u>Amount</u> |
|----------------------|-----------------------------|-------------------|---------------------|
| Gray Water District | \$ 770,294 | 35.14% | \$ 270,677 |
| County of Cumberland | 34,105,000 | 2.11% | 719,616 |
| MSAD #15 | 8,690,748 | 64.60% | 5,614,223 |
| | | | <u>\$ 6,604,516</u> |

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 14 - 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 15 - 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 GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2017

NOTE 15 - 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 16 - DEFERRED COMPENSATION PLAN

INTERNATIONAL CITY MANAGEMENT ASSOCIATION - RETIREMENT CORP.

A. Plan Description

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and maintained by International

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 16 - DEFERRED COMPENSATION PLAN (CONTINUED)

City Managers Association Retirement Corporation (ICMA). The plan, available to employees who are in certain employee groups, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergency.

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

Under the defined contribution plan, employees may elect to participate. The Town will match an eligible employee's contribution to the ICMA-RC Plan at 6% and will increase the contribution to 7.5% for 10 years of service, 8% for 15 years of service, 8.5% for 20 years of service and a maximum of 9% for 25 years of service of the employee's gross wages.

The Town's contributions to the plan for 2017 were \$118,400.

NOTE 17 - JOINT VENTURES

The Town is a member of a joint venture with 45 other municipalities throughout Cumberland, Oxford and York counties. ecomaine is a solid waste management corporation that creates electricity through its processing of waste and also operates as an extensive recycling program. A joint committee, made up of the Town of Gray and 20 other member communities owns and controls the corporation. Interlocal (waste handling) agreements between ecomaine and participating communities obligate the members to deliver certain solid waste produced within the community to ecomaine for processing, and to make service payments and pay tipping fees for such processing. The Town has no explicit, measurable equity interest and therefore has not reported an asset in the financial statements in connection with its participation in ecomaine. The Town of Gray has an owner membership of 3.89% in ecomaine as of June 30, 2017 (the most current period available).

ecomaine has issued bonds to fund the design, construction and start-up of a resource recovery system. The bonds are special revenue obligations of ecomaine, payable from and secured by a pledge of ecomaine revenues. The bonds do not

TOWN OF GRAY, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 17 - JOINT VENTURES (CONTINUED)

constitute a debt or liability within the meaning of any constitutional or statutory provision of the State of Maine, or a pledge of the full faith and credit of a political subdivision of the State of Maine. ecomaine has no taxing power. The obligations of the participating municipalities under the Waste Handling Agreements are secured by the full faith and credit of the participating municipalities subject to certain limitations. On June 30, 2017 (the most current period available), ecomaine had no outstanding debt. Additionally, the Town's share of the projected landfill closure and post closure cost relating to ecomaine is estimated to be \$566,510.

NOTE 18 - 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

TOWN OF GRAY, MAINE

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

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|---------------------------------------|-------------------------|---------------------|---------------------|--------------------------------|
| | <u>Original</u> | <u>Final</u> | <u>Amounts</u> | <u>Positive (Negative)</u> |
| Budgetary Fund Balance, July 1 | \$ 4,516,975 | \$ 4,516,975 | \$ 4,516,975 | \$ - |
| Resources (Inflows): | | | | |
| Property taxes | 13,855,532 | 13,855,532 | 13,834,212 | (21,320) |
| Excise taxes | 1,518,350 | 1,518,350 | 1,709,551 | 191,201 |
| Intergovernmental | 598,381 | 598,381 | 645,834 | 47,453 |
| Charges for services | 556,700 | 556,700 | 783,247 | 226,547 |
| Interest income | 68,500 | 68,500 | 69,967 | 1,467 |
| Other revenue | 262,750 | 262,750 | 165,695 | (97,055) |
| Transfers from other funds | - | - | - | - |
| Amounts Available for Appropriation | <u>21,377,188</u> | <u>21,377,188</u> | <u>21,725,481</u> | <u>348,293</u> |
| Charges to Appropriations (Outflows): | | | | |
| Administration services | 1,045,626 | 1,045,626 | 1,026,447 | 19,179 |
| Council, boards & committees | 38,815 | 38,815 | 49,040 | (10,225) |
| Public safety | 1,056,391 | 1,056,391 | 1,073,599 | (17,208) |
| Library/parks & recreation | 314,206 | 314,206 | 315,021 | (815) |
| Public works | 2,095,377 | 2,095,377 | 2,097,322 | (1,945) |
| Municipal finances | 629,705 | 629,705 | 658,610 | (28,905) |
| County assessment | 598,865 | 598,865 | 598,865 | - |
| Education | 8,977,627 | 8,977,627 | 8,977,627 | - |
| Insurance claims | - | - | 18,112 | (18,112) |
| Other grants | - | - | 10,430 | (10,430) |
| Community services | 29,718 | 29,718 | 29,718 | - |
| Overlay | 156,465 | 156,465 | - | 156,465 |
| Transfers to other funds | 2,252,418 | 2,252,418 | 2,097,142 | 155,276 |
| Total Charges to Appropriations | <u>17,195,213</u> | <u>17,195,213</u> | <u>16,951,933</u> | <u>243,280</u> |
| Budgetary Fund Balance, June 30 | <u>\$ 4,181,975</u> | <u>\$ 4,181,975</u> | <u>\$ 4,773,548</u> | <u>\$ 591,573</u> |
| Utilization of committed fund balance | <u>\$ 335,000</u> | <u>\$ 335,000</u> | <u>\$ -</u> | <u>\$ (335,000)</u> |
| | <u>\$ 335,000</u> | <u>\$ 335,000</u> | <u>\$ -</u> | <u>\$ (335,000)</u> |

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

Other Supplementary Information

Other supplementary information includes financial statements 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 Schedule of Activity - Recreation Fund
- 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 GRAY, MAINE

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

| | Original Budget | Final Budget | Actual Amounts | Variance Positive (Negative) |
|-------------------------------------|--------------------|-------------------|-------------------|------------------------------------|
| Resources (Inflows): | | | | |
| Taxes: | | | | |
| Property taxes | \$ 13,855,532 | \$ 13,855,532 | \$ 13,834,212 | \$ (21,320) |
| Auto excise | 1,500,000 | 1,500,000 | 1,689,249 | 189,249 |
| Boat excise | 18,350 | 18,350 | 20,302 | 1,952 |
| Subtotal | <u>15,373,882</u> | <u>15,373,882</u> | <u>15,543,763</u> | <u>169,881</u> |
| Intergovernmental revenues: | | | | |
| Animal waste facility | 1,350 | 1,350 | 1,345 | (5) |
| Cumberland assessing contract | 66,786 | 66,786 | 69,110 | 2,324 |
| General assistance | 20,650 | 20,650 | 8,454 | (12,196) |
| LRAP | 136,220 | 136,220 | 135,512 | (708) |
| Snowmobiles | 3,100 | 3,100 | 2,125 | (975) |
| State revenue sharing | 341,600 | 341,600 | 344,500 | 2,900 |
| Tree growth | 22,975 | 22,975 | 53,001 | 30,026 |
| Veterans' exemption | 5,700 | 5,700 | 7,151 | 1,451 |
| FEMA/MEMA | - | - | 3,979 | 3,979 |
| Miscellaneous | - | - | 20,657 | 20,657 |
| Subtotal | <u>598,381</u> | <u>598,381</u> | <u>645,834</u> | <u>47,453</u> |
| Charges for services: | | | | |
| Building fees | 89,000 | 89,000 | 193,189 | 104,189 |
| Clerk fees | 36,400 | 36,400 | 37,353 | 953 |
| Community development miscellaneous | 1,500 | 1,500 | 19,720 | 18,220 |
| Dog control | 450 | 450 | 6,297 | 5,847 |
| Electric fees | 13,000 | 13,000 | 19,116 | 6,116 |
| Junkyard fees | 50 | 50 | 50 | - |
| Land use fines | - | - | 1,254 | 1,254 |
| Library fines | 9,000 | 9,000 | 10,129 | 1,129 |
| Planning board fees | 17,000 | 17,000 | 15,075 | (1,925) |
| Plumbing fees | 22,000 | 22,000 | 33,772 | 11,772 |
| Public communications | - | - | 570 | 570 |
| Public works misc | 5,200 | 5,200 | 11,850 | 6,650 |
| Recycling | 100,100 | 100,100 | 131,119 | 31,019 |
| Rescue fees | 260,000 | 260,000 | 293,703 | 33,703 |
| Shoreland application fees | 2,000 | 2,000 | 2,550 | 550 |
| Shoreland fines | - | - | 5,000 | 5,000 |
| Zoning board applications | 1,000 | 1,000 | 2,500 | 1,500 |
| Subtotal | <u>556,700</u> | <u>556,700</u> | <u>783,247</u> | <u>226,547</u> |

SCHEDULE A (CONTINUED)

TOWN OF GRAY, MAINE

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

| | Original Budget | Final Budget | Actual Amounts | Variance Positive (Negative) |
|-------------------------------------|----------------------|----------------------|----------------------|------------------------------------|
| Interest income: | | | | |
| Interest income | 13,500 | 13,500 | 17,794 | 4,294 |
| Tax interest | 55,000 | 55,000 | 52,173 | (2,827) |
| Subtotal | <u>68,500</u> | <u>68,500</u> | <u>69,967</u> | <u>1,467</u> |
| Miscellaneous revenues: | | | | |
| Cable franchise fees | 85,000 | 85,000 | 90,379 | 5,379 |
| Grants | - | - | 10,430 | 10,430 |
| Insurance claims | - | - | 18,112 | 18,112 |
| Payment rebates | 5,000 | 5,000 | 7,202 | 2,202 |
| Proceeds from sale of assets | - | - | 810 | 810 |
| Use of TIF funds | 160,000 | 160,000 | 35,000 | (125,000) |
| Other miscellaneous | 12,750 | 12,750 | 3,762 | (8,988) |
| Subtotal | <u>262,750</u> | <u>262,750</u> | <u>165,695</u> | <u>(97,055)</u> |
| Amounts Available for Appropriation | <u>\$ 16,860,213</u> | <u>\$ 16,860,213</u> | <u>\$ 17,208,506</u> | <u>\$ 348,293</u> |

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

TOWN OF GRAY, MAINE

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

| | Original Budget | Budget Adjustments | Final Budget | Actual Expenditures | Variance Positive (Negative) |
|-------------------------------|--------------------|-----------------------|-----------------|------------------------|---------------------------------|
| ADMINISTRATION SERVICES: | | | | | |
| Administration | \$ 463,211 | \$ - | \$ 463,211 | \$ 464,487 | \$ (1,276) |
| Community development | 205,468 | - | 205,468 | 185,602 | 19,866 |
| Assessing | 143,543 | - | 143,543 | 138,393 | 5,150 |
| Code enforcement | 106,821 | - | 106,821 | 134,479 | (27,658) |
| General assistance | 33,349 | - | 33,349 | 14,506 | 18,843 |
| Public communications | 83,024 | - | 83,024 | 77,991 | 5,033 |
| Elections | 10,210 | - | 10,210 | 10,989 | (779) |
| Totals | 1,045,626 | - | 1,045,626 | 1,026,447 | 19,179 |
| COUNCIL, BOARDS & COMMITTEES: | | | | | |
| Council | 31,065 | - | 31,065 | 38,556 | (7,491) |
| Zoning Board of Appeals | 1,600 | - | 1,600 | 4,684 | (3,084) |
| Planning Board | 5,150 | - | 5,150 | 5,114 | 36 |
| Economic development | 1,000 | - | 1,000 | 686 | 314 |
| Totals | 38,815 | - | 38,815 | 49,040 | (10,225) |
| PUBLIC SAFETY: | | | | | |
| County sheriff | 115,023 | - | 115,023 | 110,098 | 4,925 |
| Public safety services | 767,684 | - | 767,684 | 789,889 | (22,205) |
| Utilities | 173,684 | - | 173,684 | 173,612 | 72 |
| Totals | 1,056,391 | - | 1,056,391 | 1,073,599 | (17,208) |

TOWN OF GRAY, MAINE

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

| | Original Budget | Budget Adjustments | Final Budget | Actual Expenditures | Variance Positive (Negative) |
|-------------------------------------|--------------------|-----------------------|-----------------|------------------------|---------------------------------|
| LIBRARY/ PARKS & RECREATION: | | | | | |
| Library | 289,896 | - | 289,896 | 290,660 | (764) |
| Parks and recreation administration | 24,310 | - | 24,310 | 24,361 | (51) |
| Totals | 314,206 | - | 314,206 | 315,021 | (815) |
| PUBLIC WORKS: | | | | | |
| Winter roads | 453,016 | - | 453,016 | 422,695 | 30,321 |
| Summer roads | 377,873 | - | 377,873 | 431,500 | (53,627) |
| Additional roadwork | 119,225 | - | 119,225 | 122,631 | (3,406) |
| Garage | 276,446 | - | 276,446 | 266,704 | 9,742 |
| Recycling | 613,341 | - | 613,341 | 593,510 | 19,831 |
| Buildings and grounds | 255,476 | - | 255,476 | 260,282 | (4,806) |
| Totals | 2,095,377 | - | 2,095,377 | 2,097,322 | (1,945) |
| MUNICIPAL FINANCES: | | | | | |
| General insurance | 629,705 | - | 629,705 | 658,610 | (28,905) |
| Totals | 629,705 | - | 629,705 | 658,610 | (28,905) |
| COUNTY ASSESSMENT | 598,865 | - | 598,865 | 598,865 | - |
| EDUCATION | 8,977,627 | - | 8,977,627 | 8,977,627 | - |
| INSURANCE CLAIMS | - | - | - | 18,112 | (18,112) |
| OTHER GRANTS | - | - | - | 10,430 | (10,430) |

TOWN OF GRAY, MAINE

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

| | Original Budget | Budget Adjustments | Final Budget | Actual Expenditures | Variance Positive (Negative) |
|---------------------------|--------------------|-----------------------|-----------------|------------------------|---------------------------------|
| COMMUNITY SERVICES | 29,718 | - | 29,718 | 29,718 | - |
| OVERLAY | 156,465 | - | 156,465 | - | 156,465 |
| TRANSFERS TO OTHER FUNDS: | | | | | |
| Northbrook TIF | 114,531 | - | 114,531 | 114,255 | 276 |
| South Gray TIF | 248,958 | - | 248,958 | 248,958 | - |
| Recreation fund | 31,871 | - | 31,871 | 1,871 | 30,000 |
| Capital reserves | 1,857,058 | - | 1,857,058 | 1,732,058 | 125,000 |
| Totals | 2,252,418 | - | 2,252,418 | 2,097,142 | 155,276 |
| TOTAL EXPENDITURES | \$ 17,195,213 | \$ - | \$ 17,195,213 | \$ 16,951,933 | \$ 243,280 |

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

TOWN OF GRAY, 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 | \$ 550 | \$ 652,204 | \$ 36,309 | \$ 689,063 |
| Prepaid items | 10,169 | - | - | 10,169 |
| Due from other funds | 1,369,841 | 1,445 | 114,075 | 1,485,361 |
| TOTAL ASSETS | \$ 1,380,560 | \$ 653,649 | \$ 150,384 | \$ 2,184,593 |
| LIABILITIES | | | | |
| Accounts payable | \$ 2,884 | \$ 2,750 | \$ - | \$ 5,634 |
| Accrued payroll | 3,461 | - | - | 3,461 |
| Due to other funds | - | 56 | - | 56 |
| TOTAL LIABILITIES | 6,345 | 2,806 | - | 9,151 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred revenue | 123,969 | - | - | 123,969 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | 123,969 | - | - | 123,969 |
| FUND BALANCES | | | | |
| Nonspendable | 10,169 | - | 109,687 | 119,856 |
| Restricted | 964,167 | 61,575 | 40,697 | 1,066,439 |
| Committed | 27,185 | 403,349 | - | 430,534 |
| Assigned | 248,725 | 185,919 | - | 434,644 |
| Unassigned | - | - | - | - |
| TOTAL FUND BALANCES | 1,250,246 | 650,843 | 150,384 | 2,051,473 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | \$ 1,380,560 | \$ 653,649 | \$ 150,384 | \$ 2,184,593 |

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

TOWN OF GRAY, 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 | | | | |
| Investment income, net of unrealized gains/(losses) | \$ 839 | \$ 2,388 | \$ 337 | \$ 3,564 |
| Intergovernmental | 10,260 | - | - | 10,260 |
| Charges for services | 420,373 | - | - | 420,373 |
| Other income | 53,739 | 281,875 | - | 335,614 |
| TOTAL REVENUES | <u>485,211</u> | <u>284,263</u> | <u>337</u> | <u>769,811</u> |
| EXPENDITURES | | | | |
| Debt service: | | | | |
| Principal | - | 623,940 | - | 623,940 |
| Interest | - | 245,310 | - | 245,310 |
| Capital outlay | 73,991 | 1,602,895 | - | 1,676,886 |
| Other | 594,648 | 553,037 | 128 | 1,147,813 |
| TOTAL EXPENDITURES | <u>668,639</u> | <u>3,025,182</u> | <u>128</u> | <u>3,693,949</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>(183,428)</u> | <u>(2,740,919)</u> | <u>209</u> | <u>(2,924,138)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Bond/lease proceeds | - | 3,701,000 | - | 3,701,000 |
| Premiums on issuance | - | 319,599 | - | 319,599 |
| Bond payoff | - | (2,800,000) | - | (2,800,000) |
| Bond issuance costs | - | (264,599) | - | (264,599) |
| Transfers in | 366,399 | 1,732,058 | - | 2,098,457 |
| Transfers (out) | - | (1,315) | - | (1,315) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>366,399</u> | <u>2,686,743</u> | <u>-</u> | <u>3,053,142</u> |
| NET CHANGE IN FUND BALANCES | 182,971 | (54,176) | 209 | 129,004 |
| FUND BALANCES - JULY 1 | <u>1,067,275</u> | <u>705,019</u> | <u>150,175</u> | <u>1,922,469</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 1,250,246</u> | <u>\$ 650,843</u> | <u>\$ 150,384</u> | <u>\$ 2,051,473</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 fiduciary trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

TOWN OF GRAY, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS

JUNE 30, 2017

| | Northbrook TIF | South Gray TIF | Recreation Fund | Parks & Recreation Fundraiser | Dry Mills Schoolhouse | Rescue Kilby Fund |
|---|-------------------|-------------------|--------------------|-------------------------------------|--------------------------|-------------------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 550 | \$ - | \$ - | \$ - |
| Prepaid items | - | - | 10,169 | - | - | - |
| Due from other funds | 236,426 | 452,516 | 271,033 | 2,359 | 6,052 | 15,368 |
| TOTAL ASSETS | <u>\$ 236,426</u> | <u>\$ 452,516</u> | <u>\$ 281,752</u> | <u>\$ 2,359</u> | <u>\$ 6,052</u> | <u>\$ 15,368</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ 533 | \$ 940 | \$ - | \$ - |
| Accrued payroll | - | - | 3,461 | - | - | - |
| Due to other funds | - | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>3,994</u> | <u>940</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Deferred revenue | - | - | 123,969 | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>-</u> | <u>-</u> | <u>123,969</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | | |
| Nonspendable | - | - | 10,169 | - | - | - |
| Restricted | 236,426 | 452,516 | - | - | - | - |
| Committed | - | - | - | - | - | - |
| Assigned | - | - | 143,620 | 1,419 | 6,052 | 15,368 |
| Unassigned | - | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>236,426</u> | <u>452,516</u> | <u>153,789</u> | <u>1,419</u> | <u>6,052</u> | <u>15,368</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 236,426</u> | <u>\$ 452,516</u> | <u>\$ 281,752</u> | <u>\$ 2,359</u> | <u>\$ 6,052</u> | <u>\$ 15,368</u> |

TOWN OF GRAY, MAINE

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

| | Penn Cable | Gray Employee Safety & Wellness | Subdivision Recreation Fund | Library Reserve | Landfill Closure | Water Quality |
|---|---------------|---------------------------------------|-----------------------------------|--------------------|---------------------|------------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prepaid items | - | - | - | - | - | - |
| Due from other funds | 525 | 2,129 | 49,543 | 3,320 | 125,460 | 6,151 |
| TOTAL ASSETS | \$ 525 | \$ 2,129 | \$ 49,543 | \$ 3,320 | \$ 125,460 | \$ 6,151 |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ 1,411 | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - |
| TOTAL LIABILITIES | - | - | 1,411 | - | - | - |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Deferred revenue | - | - | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | - | - | - | - | - | - |
| FUND BALANCES | | | | | | |
| Nonspendable | - | - | - | - | - | - |
| Restricted | 525 | - | 48,132 | - | 125,460 | - |
| Committed | - | - | - | - | - | - |
| Assigned | - | 2,129 | - | 3,320 | - | 6,151 |
| Unassigned | - | - | - | - | - | - |
| TOTAL FUND BALANCES | 525 | 2,129 | 48,132 | 3,320 | 125,460 | 6,151 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | \$ 525 | \$ 2,129 | \$ 49,543 | \$ 3,320 | \$ 125,460 | \$ 6,151 |

TOWN OF GRAY, MAINE

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

| | Pennell Town Clock | Stimson Hall | Library Appeal | Gray Fire & Rescue Mem. Fund | Marketing | Valt Phase I |
|---|--------------------------|------------------|-------------------|------------------------------------|-----------------|-----------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prepaid items | - | - | - | - | - | - |
| Due from other funds | 10,050 | 21,287 | 1,959 | 15,330 | 1,000 | 4,593 |
| TOTAL ASSETS | <u>\$ 10,050</u> | <u>\$ 21,287</u> | <u>\$ 1,959</u> | <u>\$ 15,330</u> | <u>\$ 1,000</u> | <u>\$ 4,593</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Deferred revenue | - | - | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | | |
| Nonspendable | - | - | - | - | - | - |
| Restricted | - | - | - | - | - | - |
| Committed | - | 21,287 | - | - | - | 4,593 |
| Assigned | 10,050 | - | 1,959 | 15,330 | 1,000 | - |
| Unassigned | - | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>10,050</u> | <u>21,287</u> | <u>1,959</u> | <u>15,330</u> | <u>1,000</u> | <u>4,593</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 10,050</u> | <u>\$ 21,287</u> | <u>\$ 1,959</u> | <u>\$ 15,330</u> | <u>\$ 1,000</u> | <u>\$ 4,593</u> |

SCHEDULE E (CONTINUED)

TOWN OF GRAY, MAINE

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

| | GEO Plan | Tomco | Library Fund | Planning Board Escrow | S/Dugas Pit Reclamation | Maxwell Gravel Pit Reclamation |
|---|---------------|------------------|------------------|-----------------------------|-------------------------------|--------------------------------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prepaid items | - | - | - | - | - | - |
| Due from other funds | 392 | 19,616 | 11,515 | 75,547 | 8,507 | 5,065 |
| TOTAL ASSETS | <u>\$ 392</u> | <u>\$ 19,616</u> | <u>\$ 11,515</u> | <u>\$ 75,547</u> | <u>\$ 8,507</u> | <u>\$ 5,065</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | - | - | - |
| Due to other funds | - | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Deferred revenue | - | - | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | | |
| Nonspendable | - | - | - | - | - | - |
| Restricted | - | - | - | 75,547 | 8,507 | 5,065 |
| Committed | - | - | - | - | - | - |
| Assigned | 392 | 19,616 | 11,515 | - | - | - |
| Unassigned | - | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>392</u> | <u>19,616</u> | <u>11,515</u> | <u>75,547</u> | <u>8,507</u> | <u>5,065</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 392</u> | <u>\$ 19,616</u> | <u>\$ 11,515</u> | <u>\$ 75,547</u> | <u>\$ 8,507</u> | <u>\$ 5,065</u> |

TOWN OF GRAY, MAINE

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

| | Training Site | Hose Roller | Henry Pennell Municipal Complex | Libby Recreation Scholarship | Gray Matters |
|---|------------------|-----------------|---------------------------------------|------------------------------------|-----------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Prepaid items | - | - | - | - | - |
| Due from other funds | 38 | 1,305 | 10,638 | 1,808 | 2,162 |
| TOTAL ASSETS | <u>\$ 38</u> | <u>\$ 1,305</u> | <u>\$ 10,638</u> | <u>\$ 1,808</u> | <u>\$ 2,162</u> |
| LIABILITIES | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll | - | - | - | - | - |
| Due to other funds | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred revenue | - | - | - | - | - |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | - | - | 10,638 | - | - |
| Committed | - | 1,305 | - | - | - |
| Assigned | 38 | - | - | 1,808 | 2,162 |
| Unassigned | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>38</u> | <u>1,305</u> | <u>10,638</u> | <u>1,808</u> | <u>2,162</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 38</u> | <u>\$ 1,305</u> | <u>\$ 10,638</u> | <u>\$ 1,808</u> | <u>\$ 2,162</u> |

TOWN OF GRAY, MAINE

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

| | Gray Fire/Rescue Education | Shannon Ronan Mem Fund | Mazur Parks/Rec Mem Fund | Grants | Parks & Recreation Scholarship Fund | Total |
|---|----------------------------------|------------------------------|--------------------------------|-------------|--|---------------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 550 |
| Prepaid items | - | - | - | - | - | 10,169 |
| Due from other funds | 3,687 | 439 | 1,351 | - | 2,670 | 1,369,841 |
| TOTAL ASSETS | <u>\$ 3,687</u> | <u>\$ 439</u> | <u>\$ 1,351</u> | <u>\$ -</u> | <u>\$ 2,670</u> | <u>\$ 1,380,560</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 2,884 |
| Accrued payroll | - | - | - | - | - | 3,461 |
| Due to other funds | - | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>6,345</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Deferred revenue | - | - | - | - | - | 123,969 |
| TOTAL DEFERRED INFLOWS OF RESOURCES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>123,969</u> |
| FUND BALANCES | | | | | | |
| Nonspendable | - | - | - | - | - | 10,169 |
| Restricted | - | - | 1,351 | - | - | 964,167 |
| Committed | - | - | - | - | - | 27,185 |
| Assigned | 3,687 | 439 | - | - | 2,670 | 248,725 |
| Unassigned | - | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>3,687</u> | <u>439</u> | <u>1,351</u> | <u>-</u> | <u>2,670</u> | <u>1,250,246</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>\$ 3,687</u> | <u>\$ 439</u> | <u>\$ 1,351</u> | <u>\$ -</u> | <u>\$ 2,670</u> | <u>\$ 1,380,560</u> |

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

TOWN OF GRAY, MAINE

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

| | Northbrook TIF | South Gray TIF | Recreation Fund | Parks & Recreation Fundraiser | Dry Mills Schoolhouse | Rescue Kilby Fund |
|---|-------------------|-------------------|--------------------|-------------------------------------|--------------------------|-------------------------|
| REVENUES | | | | | | |
| Interest income | \$ - | \$ 839 | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | 383,809 | - | - | - |
| Other income | - | - | - | 805 | - | 8,518 |
| TOTAL REVENUES | - | 839 | 383,809 | 805 | - | 8,518 |
| EXPENDITURES | | | | | | |
| Capital outlay | - | - | - | - | - | - |
| Other | 108,724 | 119,061 | 348,126 | 2,041 | - | - |
| TOTAL EXPENDITURES | 108,724 | 119,061 | 348,126 | 2,041 | - | - |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (108,724) | (118,222) | 35,683 | (1,236) | - | 8,518 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | 114,255 | 250,273 | 1,871 | - | - | - |
| Transfers (out) | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | 114,255 | 250,273 | 1,871 | - | - | - |
| NET CHANGE IN FUND BALANCES | 5,531 | 132,051 | 37,554 | (1,236) | - | 8,518 |
| FUND BALANCES - JULY 1 | 230,895 | 320,465 | 116,235 | 2,655 | 6,052 | 6,850 |
| FUND BALANCES - JUNE 30 | \$ 236,426 | \$ 452,516 | \$ 153,789 | \$ 1,419 | \$ 6,052 | \$ 15,368 |

TOWN OF GRAY, MAINE

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

| | Penn Cable | Gray Employee Safety & Wellness | Subdivision Recreation Fund | Library Reserve | Landfill Closure | Water Quality |
|---|---------------|---------------------------------------|-----------------------------------|--------------------|---------------------|------------------|
| REVENUES | | | | | | |
| Interest income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - |
| Other income | - | 1,739 | 27,200 | 167 | - | - |
| TOTAL REVENUES | - | 1,739 | 27,200 | 167 | - | - |
| EXPENDITURES | | | | | | |
| Capital outlay | - | - | - | - | - | - |
| Other | - | - | 6,150 | - | - | - |
| TOTAL EXPENDITURES | - | - | 6,150 | - | - | - |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | - | 1,739 | 21,050 | 167 | - | - |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - |
| NET CHANGE IN FUND BALANCES | - | 1,739 | 21,050 | 167 | - | - |
| FUND BALANCES - JULY 1 | 525 | 390 | 27,082 | 3,153 | 125,460 | 6,151 |
| FUND BALANCES - JUNE 30 | \$ 525 | \$ 2,129 | \$ 48,132 | \$ 3,320 | \$ 125,460 | \$ 6,151 |

TOWN OF GRAY, MAINE

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

| | Pennell Town Clock | Stimson Hall | Library Appeal | Gray Fire & Rescue Mem. Fund | Marketing | Valt Phase I |
|---|--------------------------|-----------------|-------------------|------------------------------------|-----------|-----------------|
| REVENUES | | | | | | |
| Interest income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - | - | 10,260 |
| Charges for services | - | - | - | - | - | - |
| Other income | - | - | - | - | - | - |
| TOTAL REVENUES | - | - | - | - | - | 10,260 |
| EXPENDITURES | | | | | | |
| Capital outlay | - | - | - | - | - | 5,667 |
| Other | - | - | - | 1,813 | - | - |
| TOTAL EXPENDITURES | - | - | - | 1,813 | - | 5,667 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | - | - | - | (1,813) | - | 4,593 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - |
| NET CHANGE IN FUND BALANCES | - | - | - | (1,813) | - | 4,593 |
| FUND BALANCES - JULY 1 | 10,050 | 21,287 | 1,959 | 17,143 | 1,000 | - |
| FUND BALANCES - JUNE 30 | \$ 10,050 | \$ 21,287 | \$ 1,959 | \$ 15,330 | \$ 1,000 | \$ 4,593 |

TOWN OF GRAY, MAINE

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

| | GEO Plan | Tomco | Library Fund | Planning Board Escrow | S/Dugas Pit Reclamation | Maxwell Gravel Pit Reclamation |
|---|-------------|-----------|-----------------|-----------------------------|-------------------------------|--------------------------------------|
| REVENUES | | | | | | |
| Interest income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - | - | - |
| Charges for services | - | - | - | 36,564 | - | - |
| Other income | - | - | 25 | - | - | - |
| TOTAL REVENUES | - | - | 25 | 36,564 | - | - |
| EXPENDITURES | | | | | | |
| Capital outlay | - | - | - | 60,529 | - | - |
| Other | 149 | - | - | - | - | - |
| TOTAL EXPENDITURES | 149 | - | - | 60,529 | - | - |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (149) | - | 25 | (23,965) | - | - |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | - |
| NET CHANGE IN FUND BALANCES | (149) | - | 25 | (23,965) | - | - |
| FUND BALANCES - JULY 1 | 541 | 19,616 | 11,490 | 99,512 | 8,507 | 5,065 |
| FUND BALANCES - JUNE 30 | \$ 392 | \$ 19,616 | \$ 11,515 | \$ 75,547 | \$ 8,507 | \$ 5,065 |

TOWN OF GRAY, MAINE

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

| | Training Site | Hose Roller | Henry Pennell Municipal Complex | Libby Recreation Scholarship | Gray Matters |
|---|------------------|-----------------|---------------------------------------|------------------------------------|-----------------|
| REVENUES | | | | | |
| Interest income | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental | - | - | - | - | - |
| Charges for services | - | - | - | - | - |
| Other income | 3,500 | 9,100 | 2,435 | 250 | - |
| TOTAL REVENUES | <u>3,500</u> | <u>9,100</u> | <u>2,435</u> | <u>250</u> | <u>-</u> |
| EXPENDITURES | | | | | |
| Capital outlay | - | 7,795 | - | - | - |
| Other | 3,462 | - | 3,506 | - | 42 |
| TOTAL EXPENDITURES | <u>3,462</u> | <u>7,795</u> | <u>3,506</u> | <u>-</u> | <u>42</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>38</u> | <u>1,305</u> | <u>(1,071)</u> | <u>250</u> | <u>(42)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | 38 | 1,305 | (1,071) | 250 | (42) |
| FUND BALANCES - JULY 1 | <u>-</u> | <u>-</u> | <u>11,709</u> | <u>1,558</u> | <u>2,204</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 38</u> | <u>\$ 1,305</u> | <u>\$ 10,638</u> | <u>\$ 1,808</u> | <u>\$ 2,162</u> |

TOWN OF GRAY, MAINE

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

| | Gray Fire/Rescue Education | Shannon Ronan Mem Fund | Mazur Parks/Rec Mem Fund | Grants | Parks & Recreation Scholarship Fund | Total |
|---|----------------------------------|------------------------------|--------------------------------|--------|--|--------------|
| REVENUES | | | | | | |
| Interest income | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 839 |
| Intergovernmental | - | - | - | - | - | 10,260 |
| Charges for services | - | - | - | - | - | 420,373 |
| Other income | - | - | - | - | - | 53,739 |
| TOTAL REVENUES | - | - | - | - | - | 485,211 |
| EXPENDITURES | | | | | | |
| Capital outlay | - | - | - | - | - | 73,991 |
| Other | - | - | 800 | 708 | 66 | 594,648 |
| TOTAL EXPENDITURES | - | - | 800 | 708 | 66 | 668,639 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | - | - | (800) | (708) | (66) | (183,428) |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | 366,399 |
| Transfers (out) | - | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | - | - | - | 366,399 |
| NET CHANGE IN FUND BALANCES | - | - | (800) | (708) | (66) | 182,971 |
| FUND BALANCES - JULY 1 | 3,687 | 439 | 2,151 | 708 | 2,736 | 1,067,275 |
| FUND BALANCES - JUNE 30 | \$ 3,687 | \$ 439 | \$ 1,351 | \$ - | \$ 2,670 | \$ 1,250,246 |

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

TOWN OF GRAY, MAINE

COMBINING SCHEDULE OF ACTIVITY – RECREATION FUND
FOR THE YEAR ENDED JUNE 30, 2017

| | Balance, 07/01/16 | Revenue | Expenditures | Balance, 06/30/17 |
|-------------------------------|----------------------|---------|--------------|----------------------|
| ADMINISTRATION: | | | | |
| FICA/Medicare | \$ - | \$ - | \$ 10,548 | \$ (10,548) |
| Full-time personnel | - | - | 103,808 | (103,808) |
| Overtime | - | - | 3,991 | (3,991) |
| Part-time personnel | - | - | 11,441 | (11,441) |
| Per diem personnel | - | - | 4,183 | (4,183) |
| Retirement | - | - | 12,384 | (12,384) |
| Advertising | - | - | 446 | (446) |
| Wilkes Beach attendant | - | - | 2,816 | (2,816) |
| Total Administration | - | - | 149,617 | (149,617) |
| PROGRAMS: | | | | |
| Operations | | | | |
| Administrative/merchant fees | - | 10,328 | 7,948 | 2,380 |
| Grants | - | 1,300 | - | 1,300 |
| Totals | - | 11,628 | 7,948 | 3,680 |
| Supplies and equipment | | | | |
| Brochures/flyers | - | - | 130 | (130) |
| Equipment | - | - | 11,090 | (11,090) |
| Software | - | - | 4,940 | (4,940) |
| Totals | - | - | 16,160 | (16,160) |
| Adult fitness | | | | |
| Basketball | - | 1,114 | - | 1,114 |
| Country heat | - | 988 | 406 | 582 |
| Food & fitness | - | 1,424 | - | 1,424 |
| Total body conditioning | - | 1,537 | 801 | 736 |
| Zumba | - | 2,116 | 1,030 | 1,086 |
| Totals | - | 7,179 | 2,237 | 4,942 |
| Adult classes | | | | |
| Photography | - | 587 | 100 | 487 |
| Totals | - | 587 | 100 | 487 |
| Youth fitness | | | | |
| Fall soccer | - | 6,501 | 1,710 | 4,791 |
| Golf | - | 724 | 557 | 167 |
| Gymnastics | - | 2,315 | 1,068 | 1,247 |
| Junior basketball | - | 3,783 | 695 | 3,088 |
| Junior soccer | - | 3,417 | 2,573 | 844 |
| Foot skills | - | - | 1,068 | (1,068) |
| Lacrosse | - | 760 | 199 | 561 |
| Nerf night | - | 184 | - | 184 |
| Skiing | - | 920 | 661 | 259 |
| Track and field | - | 3,091 | 775 | 2,316 |
| Mini hoops | - | 480 | 217 | 263 |
| Happy hands | - | 170 | - | 170 |
| Totals | - | 22,345 | 9,523 | 12,822 |
| Youth classes | | | | |
| American Red Cross babysit | - | 1,180 | 396 | 784 |
| Broadway for beginners | - | 4,221 | 2,594 | 1,627 |
| Home alone safety | - | 196 | 264 | (68) |
| Mad science | - | 5,032 | 4,104 | 928 |
| Totals | - | 10,629 | 7,358 | 3,271 |

SCHEDULE G (CONTINUED)

TOWN OF GRAY, MAINE

COMBINING SCHEDULE OF ACTIVITY – RECREATION FUND
FOR THE YEAR ENDED JUNE 30, 2017

| | Balance, 07/01/16 | Revenue | Expenditures | Balance, 06/30/17 |
|---|----------------------|------------|--------------|----------------------|
| PROGRAMS (CONTINUED): | | | | |
| Childcare services | | | | |
| Day camp | - | 112,272 | 67,425 | 44,847 |
| Day camp trips | - | 21,927 | 17,936 | 3,991 |
| In service days | - | 1,358 | 513 | 845 |
| Kid's Club | - | 150,931 | 43,790 | 107,141 |
| Leaders in training | - | 14,570 | 10,621 | 3,949 |
| Snack shack | - | 4,118 | 3,254 | 864 |
| Vacation camp | - | 12,097 | 3,979 | 8,118 |
| Totals | - | 317,273 | 147,518 | 169,755 |
| Camps/clinics | | | | |
| Family pick-up basketball and open gym | - | 448 | - | 448 |
| Field hockey | - | 638 | 194 | 444 |
| Mad science | - | 1,694 | 1,505 | 189 |
| Parents night out | - | 1,109 | 318 | 791 |
| Volleyball | - | 5,439 | 2,740 | 2,699 |
| Totals | - | 9,328 | 4,757 | 4,571 |
| Rentals | | | | |
| Newbegin and grounds | - | 4,361 | 505 | 3,856 |
| Totals | - | 4,361 | 505 | 3,856 |
| Special events | | | | |
| Special events | - | 410 | 1,858 | (1,448) |
| Christmas | - | - | 356 | (356) |
| Halloween | - | - | 189 | (189) |
| Ice Skating | - | 69 | - | 69 |
| Totals | - | 479 | 2,403 | (1,924) |
| Total programs | - | 383,809 | 198,509 | 185,300 |
| Subtotal - Recreation Department Activity | - | 383,809 | 348,126 | 35,683 |
| Transfers In | - | - | - | - |
| Beginning Fund Balance | 116,235 | 1,871 | - | 118,106 |
| Total Recreation Department Activity | \$ 116,235 | \$ 385,680 | \$ 348,126 | \$ 153,789 |

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 funds. The projects also include significant purchases of vehicles and equipment, as well as the servicing of leases and bonds associated with those purchases. Projects are generally segregated by the related Town department managing the project.

TOWN OF GRAY, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS

JUNE 30, 2017

| | Public Works & Transfer Station Project | Town Office Project | Lease Purchases | Fire and Public Safety | PW and Town Vehicles and Equipment |
|-------------------------------------|---|---------------------------|--------------------|---------------------------|--|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 61,460 | \$ 398,256 | \$ 27 |
| Due from other funds | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 61,460</u> | <u>\$ 398,256</u> | <u>\$ 27</u> |
| LIABILITIES | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | - | - | 61,460 | - | - |
| Committed | - | - | - | 398,256 | 27 |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>-</u> | <u>-</u> | <u>61,460</u> | <u>398,256</u> | <u>27</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 61,460</u> | <u>\$ 398,256</u> | <u>\$ 27</u> |

TOWN OF GRAY, MAINE

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

| | Sidewalks | Library Expansion Project | Debt Service | Bridges/Road Bond | Misc. |
|--|------------------|---------------------------------|-----------------|----------------------|------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 13,331 | \$ - | \$ 1,420 | \$ - | \$ 57,798 |
| Due from other funds | - | - | 1,445 | - | - |
| TOTAL ASSETS | <u>\$ 13,331</u> | <u>\$ -</u> | <u>\$ 2,865</u> | <u>\$ -</u> | <u>\$ 57,798</u> |
| LIABILITIES | | | | | |
| Accounts payable | \$ - | \$ - | \$ 2,750 | \$ - | \$ - |
| Due to other funds | - | - | - | - | 56 |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>2,750</u> | <u>-</u> | <u>56</u> |
| FUND BALANCES | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | - | - | 115 | - | - |
| Committed | 5,066 | - | - | - | - |
| Assigned | 8,265 | - | - | - | 57,742 |
| Unassigned | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>13,331</u> | <u>-</u> | <u>115</u> | <u>-</u> | <u>57,742</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 13,331</u> | <u>\$ -</u> | <u>\$ 2,865</u> | <u>\$ -</u> | <u>\$ 57,798</u> |

TOWN OF GRAY, MAINE

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

| | Public Buildings | Technology | Road Resurfacing | Total |
|-------------------------------------|---------------------|------------------|---------------------|-------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 73,306 | \$ 18,272 | \$ 28,334 | \$ 652,204 |
| Due from other funds | - | - | - | 1,445 |
| TOTAL ASSETS | <u>\$ 73,306</u> | <u>\$ 18,272</u> | <u>\$ 28,334</u> | <u>\$ 653,649</u> |
| LIABILITIES | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 2,750 |
| Assigned revenue | - | - | - | - |
| Due to other funds | - | - | - | 56 |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,806</u> |
| FUND BALANCES | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | 61,575 |
| Committed | - | - | - | 403,349 |
| Assigned | 73,306 | 18,272 | 28,334 | 185,919 |
| Unassigned | - | - | - | - |
| TOTAL FUND BALANCES | <u>73,306</u> | <u>18,272</u> | <u>28,334</u> | <u>650,843</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 73,306</u> | <u>\$ 18,272</u> | <u>\$ 28,334</u> | <u>\$ 653,649</u> |

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

TOWN OF GRAY, MAINE

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

| | Public Works & Transfer Station Project | Town Office Project | Lease Purchases | Fire and Public Safety | PW and Town Vehicles and Equipment |
|---|---|---------------------------|--------------------|---------------------------|--|
| REVENUES | | | | | |
| Investment income, net of unrealized gains/(losses) | \$ - | \$ 2 | \$ 81 | \$ 902 | \$ 27 |
| Other | - | - | - | - | - |
| TOTAL REVENUES | - | 2 | 81 | 902 | 27 |
| EXPENDITURES | | | | | |
| Debt service: | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Capital outlay | - | - | 894,621 | 8,237 | 46,000 |
| Other | 1,121 | 6,116 | - | 987 | - |
| TOTAL EXPENDITURES | 1,121 | 6,116 | 894,621 | 9,224 | 46,000 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | (1,121) | (6,114) | (894,540) | (8,322) | (45,973) |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Bond/lease proceeds | - | - | 956,000 | - | - |
| Premiums on issuance | - | - | - | - | - |
| Bond payoff | - | - | - | - | - |
| Bond issuance costs | - | - | - | - | - |
| Transfers in | - | - | - | 35,000 | 46,000 |
| Transfers (out) | - | - | - | (1,315) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | - | - | 956,000 | 33,685 | 46,000 |
| NET CHANGE IN FUND BALANCES | (1,121) | (6,114) | 61,460 | 25,363 | 27 |
| FUND BALANCES - JULY 1 | 1,121 | 6,114 | - | 372,893 | - |
| FUND BALANCES - JUNE 30 | \$ - | \$ - | \$ 61,460 | \$ 398,256 | \$ 27 |

TOWN OF GRAY, MAINE

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

| | Sidewalks | Library Expansion Project | Debt Service | Bridges/Road Bond | Misc. |
|---|------------------|---------------------------------|------------------|----------------------|------------------|
| REVENUES | | | | | |
| Investment income, net of unrealized gains/(losses) | \$ 498 | \$ 2 | \$ 202 | \$ 8 | \$ 135 |
| Other | - | - | 281,875 | - | - |
| TOTAL REVENUES | <u>498</u> | <u>2</u> | <u>282,077</u> | <u>8</u> | <u>135</u> |
| EXPENDITURES | | | | | |
| Debt service: | | | | | |
| Principal | - | - | 623,940 | - | - |
| Interest | - | - | 245,310 | - | - |
| Capital outlay | 111,789 | - | - | - | 15,925 |
| Other | - | 2,938 | 374,198 | 167,677 | - |
| TOTAL EXPENDITURES | <u>111,789</u> | <u>2,938</u> | <u>1,243,448</u> | <u>167,677</u> | <u>15,925</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>(111,291)</u> | <u>(2,936)</u> | <u>(961,371)</u> | <u>(167,669)</u> | <u>(15,790)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Bond/lease proceeds | - | - | 2,745,000 | - | - |
| Premiums on issuance | - | - | 319,599 | - | - |
| Bond payoff | - | - | (2,800,000) | - | - |
| Bond issuance costs | - | - | (264,599) | - | - |
| Transfers in | 116,357 | - | 961,486 | - | 32,000 |
| Transfers (out) | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>116,357</u> | <u>-</u> | <u>961,486</u> | <u>-</u> | <u>32,000</u> |
| NET CHANGE IN FUND BALANCES | 5,066 | (2,936) | 115 | (167,669) | 16,210 |
| FUND BALANCES - JULY 1 | <u>8,265</u> | <u>2,936</u> | <u>-</u> | <u>167,669</u> | <u>41,532</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 13,331</u> | <u>\$ -</u> | <u>\$ 115</u> | <u>\$ -</u> | <u>\$ 57,742</u> |

TOWN OF GRAY, MAINE

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

| | Public Buildings | Technology | Road Resurfacing | Total |
|---|---------------------|------------------|---------------------|--------------------|
| REVENUES | | | | |
| Investment income, net of unrealized gains/(losses) | \$ 343 | \$ 63 | \$ 125 | \$ 2,388 |
| Other | - | - | - | 281,875 |
| TOTAL REVENUES | <u>343</u> | <u>63</u> | <u>125</u> | <u>284,263</u> |
| EXPENDITURES | | | | |
| Debt service: | | | | |
| Principal | - | - | - | 623,940 |
| Interest | - | - | - | 245,310 |
| Capital outlay | 175,790 | 23,496 | 327,037 | 1,602,895 |
| Other | - | - | - | 553,037 |
| TOTAL EXPENDITURES | <u>175,790</u> | <u>23,496</u> | <u>327,037</u> | <u>3,025,182</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>(175,447)</u> | <u>(23,433)</u> | <u>(326,912)</u> | <u>(2,740,919)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Bond/lease proceeds | - | - | - | 3,701,000 |
| Premiums on issuance | - | - | - | 319,599 |
| Bond payoff | - | - | - | (2,800,000) |
| Bond issuance costs | - | - | - | (264,599) |
| Transfers in | 149,700 | 41,705 | 349,810 | 1,732,058 |
| Transfers (out) | - | - | - | (1,315) |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>149,700</u> | <u>41,705</u> | <u>349,810</u> | <u>2,686,743</u> |
| NET CHANGE IN FUND BALANCES | (25,747) | 18,272 | 22,898 | (54,176) |
| FUND BALANCES - JULY 1 | <u>99,053</u> | <u>-</u> | <u>5,436</u> | <u>705,019</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 73,306</u> | <u>\$ 18,272</u> | <u>\$ 28,334</u> | <u>\$ 650,843</u> |

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 Gray, 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 scholarships and the provision and/or maintenance of cemeteries.

TOWN OF GRAY, MAINE

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
JUNE 30, 2017

| | Cemetery | George Doughty | Helen Frank Cemetery | Monument & Christian Temple | Pennell |
|--|------------------|-------------------|----------------------------|-----------------------------------|------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due from other funds | 22,846 | 10,021 | 33,651 | 3,063 | 34,614 |
| TOTAL ASSETS | <u>\$ 22,846</u> | <u>\$ 10,021</u> | <u>\$ 33,651</u> | <u>\$ 3,063</u> | <u>\$ 34,614</u> |
| LIABILITIES | | | | | |
| Due to others funds | \$ - | \$ - | \$ - | \$ - | \$ - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | |
| Nonspendable-principal | 22,798 | 10,000 | 33,580 | - | - |
| Restricted | 48 | 21 | 71 | 3,063 | 34,614 |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>22,846</u> | <u>10,021</u> | <u>33,651</u> | <u>3,063</u> | <u>34,614</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 22,846</u> | <u>\$ 10,021</u> | <u>\$ 33,651</u> | <u>\$ 3,063</u> | <u>\$ 34,614</u> |

TOWN OF GRAY, MAINE

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS
JUNE 30, 2017

| | Charles W. Barker Scholarship | Grange Scholarship | Common School | Stimson Cemetery | Total |
|--|-------------------------------------|-----------------------|------------------|---------------------|-------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 22,013 | \$ 14,296 | \$ - | \$ - | \$ 36,309 |
| Due from other funds | - | - | 2,865 | 7,015 | 114,075 |
| TOTAL ASSETS | <u>\$ 22,013</u> | <u>\$ 14,296</u> | <u>\$ 2,865</u> | <u>\$ 7,015</u> | <u>\$ 150,384</u> |
| LIABILITIES | | | | | |
| Due to others funds | \$ - | \$ - | \$ - | \$ - | \$ - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES | | | | | |
| Nonspendable-principal | 22,013 | 14,296 | - | 7,000 | 109,687 |
| Restricted | - | - | 2,865 | 15 | 40,697 |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | - | - | - | - | - |
| TOTAL FUND BALANCES | <u>22,013</u> | <u>14,296</u> | <u>2,865</u> | <u>7,015</u> | <u>150,384</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 22,013</u> | <u>\$ 14,296</u> | <u>\$ 2,865</u> | <u>\$ 7,015</u> | <u>\$ 150,384</u> |

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

TOWN OF GRAY, MAINE

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

| | <u>Cemetery</u> | <u>George Doughty</u> | <u>Helen Frank Cemetery</u> | <u>Monument & Christian Temple</u> | <u>Pennell</u> |
|---|------------------|---------------------------|-------------------------------------|--|------------------|
| REVENUES | | | | | |
| Interest income | \$ 48 | \$ 21 | \$ 71 | \$ 7 | \$ 72 |
| TOTAL REVENUES | <u>48</u> | <u>21</u> | <u>71</u> | <u>7</u> | <u>72</u> |
| EXPENDITURES | | | | | |
| Other | 40 | 17 | 59 | - | - |
| TOTAL EXPENDITURES | <u>40</u> | <u>17</u> | <u>59</u> | <u>-</u> | <u>-</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>8</u> | <u>4</u> | <u>12</u> | <u>7</u> | <u>72</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | 8 | 4 | 12 | 7 | 72 |
| FUND BALANCES - JULY 1 | <u>22,838</u> | <u>10,017</u> | <u>33,639</u> | <u>3,056</u> | <u>34,542</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 22,846</u> | <u>\$ 10,021</u> | <u>\$ 33,651</u> | <u>\$ 3,063</u> | <u>\$ 34,614</u> |

TOWN OF GRAY, MAINE

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

| | Charles W. Barker Scholarship | Grange Scholarship | Common School | Stimson Cemetery | Total |
|---|-------------------------------------|-----------------------|------------------|---------------------|-------------------|
| REVENUES | | | | | |
| Interest income | \$ 59 | \$ 38 | \$ 6 | \$ 15 | \$ 337 |
| TOTAL REVENUES | <u>59</u> | <u>38</u> | <u>6</u> | <u>15</u> | <u>337</u> |
| EXPENDITURES | | | | | |
| Other | - | - | - | 12 | 128 |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>12</u> | <u>128</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | <u>59</u> | <u>38</u> | <u>6</u> | <u>3</u> | <u>209</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | - | - | - | - | - |
| Transfers (out) | - | - | - | - | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | 59 | 38 | 6 | 3 | 209 |
| FUND BALANCES - JULY 1 | <u>21,954</u> | <u>14,258</u> | <u>2,859</u> | <u>7,012</u> | <u>150,175</u> |
| FUND BALANCES - JUNE 30 | <u>\$ 22,013</u> | <u>\$ 14,296</u> | <u>\$ 2,865</u> | <u>\$ 7,015</u> | <u>\$ 150,384</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 GRAY, 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 | \$ 14,280 | \$ 994,269 | \$ 544,239 | \$ 147,326 | \$ 1,700,114 |
| Pennell | - | 1,569,524 | - | - | 1,569,524 |
| Library | 34,563 | 1,823,133 | 418,923 | - | 2,276,619 |
| Parks & Recreation | 3,850 | 343,550 | 73,332 | 53,500 | 474,232 |
| Public Safety | 30,885 | 1,189,517 | 5,129,714 | 9,100 | 6,359,216 |
| Public Works | 11,225 | 4,579,364 | 3,916,874 | 12,460,131 | 20,967,594 |
| Buildings & Grounds | 30,000 | 147,659 | 34,500 | 393,646 | 605,805 |
| Solid Waste | - | 197,182 | 335,748 | 48,572 | 581,502 |
| Total General Capital Assets | 124,803 | 10,844,198 | 10,453,330 | 13,112,275 | 34,534,606 |
| Less: Accumulated Depreciation | - | (3,140,058) | (7,281,547) | (7,718,015) | (18,139,620) |
| Net General Capital Assets | \$ 124,803 | \$ 7,704,140 | \$ 3,171,783 | \$ 5,394,260 | \$ 16,394,986 |

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

TOWN OF GRAY, 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 | \$ 1,671,123 | \$ 28,991 | \$ - | \$ 1,700,114 |
| Pennell | 1,569,524 | - | - | 1,569,524 |
| Library | 2,276,619 | - | - | 2,276,619 |
| Parks & Recreation | 474,232 | - | - | 474,232 |
| Public Safety | 5,913,469 | 445,747 | - | 6,359,216 |
| Public Works | 19,999,018 | 1,153,576 | (185,000) | 20,967,594 |
| Buildings & Grounds | 605,805 | - | - | 605,805 |
| Solid Waste | 532,930 | 48,572 | - | 581,502 |
| Total General Capital Assets | 33,042,720 | 1,676,886 | (185,000) | 34,534,606 |
| Less: Accumulated Depreciation | (17,286,603) | (1,038,017) | 185,000 | (18,139,620) |
| Net General Capital Assets | <u>\$ 15,756,117</u> | <u>\$ 638,869</u> | <u>\$ -</u> | <u>\$ 16,394,986</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

Town Council
Town of Gray
Gray, 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, each major fund, and the aggregate remaining fund information of the Town of Gray, 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 Gray, Maine's basic financial statements, and have issued our report thereon dated February 28, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Gray, 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 Gray, Maine's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Gray, 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, Gray, 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 Gray, 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.

A handwritten signature in dark ink that reads "RHR Smith & Company". The signature is written in a cursive, flowing style.

Gray, Maine
February 28, 2018

**TOWN OF GRAY – MUNICIPAL OFFICE
2018 HOLIDAY SCHEDULE**

| HOLIDAY | DAY / DATE OBSERVED |
|--|------------------------------------|
| New Year's Day | Monday, January 1, 2018 |
| Martin Luther King, Jr. Day | Monday, January 15, 2018 |
| Washington's Birthday/President's Day | Monday, February 19, 2018 |
| Patriot's Day | Monday, April 16, 2018 |
| Memorial Day | Monday, May 28, 2018 |
| Independence Day | Wednesday, July 4, 2018 |
| Labor Day | Monday, September 3, 2018 |
| Columbus Day | Monday, October 8, 2018 |
| Veterans' Day | Monday, November 12, 2018 |
| Thanksgiving Day | Thursday, November 22, 2018 |
| Thanksgiving Friday | Friday, November 23, 2018 |
| Christmas Eve—half day | Monday, December 24, 2018 |
| Christmas Day | Tuesday, December 25, 2018 |