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2016

## Town of Sanford Maine Financial Reports for the Year Ending June 30, 2016

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**Financial Report**  
**June 30, 2016**

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## Independent Auditors' Report

City Council  
City of Sanford, Maine

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Sanford, Maine (the City), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City'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 from material misstatement.

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

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Sanford, Maine, as of June 30, 2016, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.



## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 and the Schedule of Funding Progress on page 43, the Schedule of Proportionate Share of the Net Pension Liability on page 44, and the Schedule of Contributions on page 45, 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 City of Sanford, Maine's basic financial statements. The combining and individual fund financial statements on pages 47-77 are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements 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 December 13, 2016, on our consideration of City of Sanford, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Sanford Maine's internal control over financial reporting and compliance.

*Macpage LLC*

South Portland, Maine  
December 13, 2016

**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis**  
**Fiscal Year Ended June 30, 2016**

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As management of the City of Sanford, Maine, we present this narrative to provide you with an overview and analysis of our annual financial statements for the year ending June 30, 2016. This information, in conjunction with the basic financial statements following this section, can be considered when reading the City's financial statements.

### **Financial Highlights**

- Total assets of the City of Sanford exceeded its liabilities by \$44,802,034. The governmental activities statement of activities showed a decrease of net position of \$932,745 for the fiscal year.
- The ending fund balance for all governmental funds combined was \$12,692,952.
- The ending fund balance for the general fund was \$10,304,464, an increase of \$1,325,334 over last year. The City, excluding the School, has an unrestricted fund balance of \$9,799,192 of which 1,371,554 is committed to on-going capital projects, and \$952,789 is assigned for the subsequent year budget and other purposes. This leaves an unassigned balance of \$7,474,849, which is an adequate surplus. The School Department had an unassigned fund balance of \$400,282.

### **Overview of the Financial Statement**

This discussion and analysis is intended to serve as an introduction to the City of Sanford, Maine's basic financial statements. The City's financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

#### **Government-Wide Financial Statements:**

The *government-wide financial statements* provide a broad overview of the City of Sanford, Maine's finances. Financial information is presented in two statements – *Statement of Net Position* and *Statement of Activities*. The *government-wide financial statements* include not only the City of Sanford (known as the *primary government*), but also the legally separate Goodall Park Trust, for which the City is a beneficiary and has been reported as a discretely presented component unit.

The ***Statement of Net Position*** presents information about the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, changes in net position (increases or decreases) may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The ***Statement of Activities*** presents information about how the City's net position has changed during the fiscal year. All changes in net position are reported as soon as the change or event occurs, regardless of the timing of related cash flows. This means that revenues and expenses are reported in this statement even if the resulting cash related movement does not occur until future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis,**  
**Continued**

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Both of the statements distinguish between activities of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) and those activities that recover all, or a significant portion of their costs through user fees and charges (*business-type activities*). Governmental activities include general administration, public safety (police, ambulance and fire), public works, (highway and solid waste disposal), library, recreation programs, county tax, education, charitable aid, cemetery care, debt service and capital maintenance expenses. The City currently reports no business-type activities.

The government-wide financial statements can be found on pages 9 and 10.

### **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 City of Sanford, Maine, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the City can be divided into three categories: Governmental funds, proprietary funds and fiduciary funds.

**Governmental funds** are used to report most of the City's basic operational services. Operating expenditures and revenues are recorded and the cumulative leftover balance of these activities, which is available for spending in subsequent years, is reported here. These funds are reported using an accounting method called *modified accrual*, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information can help to determine what financial resources are available in the near future to finance the City's activities. The governmental funds financial statements can be found on pages 11 and 12.

**Fiduciary funds** are used to account for monies held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City of Sanford's operational programs. The City of Sanford is trustee for a number of funds, the majority of which are scholarships. The fiduciary funds financial statements can be found on pages 15 and 16.

**Proprietary funds** are used to report activities that are charged to customers for services provided by the City. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The City currently has no propriety funds.

**Notes to the financial statements** – the notes provide additional information that is essential to a full understanding of the data provided and can be found on pages 17-42.

**Other Information** – the combining and individual fund statements of non-major governmental funds are presented immediately following the notes to the financial statements. These schedules can be found on pages 47-77.



**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis,**  
**Continued**

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**Statement of Net Position information**

The following information is a condensed version of the Statement of Net Position. The analysis below focuses on the net position of the City's governmental activities.

Government Activities

	2016	2015
Assets		
Current & Other	<b>\$ 22,438,151</b>	\$ 19,751,233
Capital Assets - net	<b>60,004,292</b>	56,620,265
Total Assets	<b><u>82,442,443</u></b>	<u>76,371,498</u>
Deferred Outflows of Resources	<b><u>6,049,335</u></b>	<u>2,606,398</u>
Liabilities		
Long-term Liabilities	<b>28,819,118</b>	20,809,034
Other Liabilities	<b>9,471,176</b>	7,069,263
Total Liabilities	<b><u>38,290,294</u></b>	<u>27,878,297</u>
Deferred Inflows of Resources	<b><u>5,399,450</u></b>	<u>5,564,454</u>
Net Position		
Net Invested in Capital Assets:		
Restricted	<b>43,549,565</b>	44,078,704
Unrestricted	<b>4,703,018</b>	4,576,819
Total Net Position	<b><u>(3,450,549)</u></b>	<u>(3,120,378)</u>
	<b><u>\$ 44,802,034</u></b>	<u>\$ 45,535,145</u>

The City's net position decreased \$932,745 during the fiscal year, program expenses for the primary government totaled \$70,485,637 of which \$32,828,853 of total program revenues are applied for a net expense of \$37,656,784. (See the Statement of Activities, page 10 for a detail breakdown by program unit). This net expense is offset by general revenues and other revenues of \$36,724,039, which resulted in the decrease in net position of \$932,745.

**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis,**  
**Continued**

The following schedule, the statement of activities, focuses on changes in net position of the City's governmental activities.

Government Activities

	2016	2015
<b>Program Revenues</b>		
Charges for services	\$ 3,373,726	\$ 5,444,189
Operating grants and contributions	29,455,127	28,750,133
	<b>32,828,853</b>	34,194,322
<b>General Revenues:</b>		
Property and other taxes	33,595,435	32,954,896
Grants and contributions not restricted to specific programs	2,554,029	2,282,860
Investment earnings (loss)	166,480	94,180
Miscellaneous	408,095	377,839
	<b>36,724,039</b>	35,709,775
<b>Total Revenues</b>	<b>69,552,892</b>	69,904,097
<b>Program Expenses:</b>		
General government	7,668,133	7,214,348
Public safety	9,341,596	8,512,454
Public works	5,446,426	5,521,796
Public services	2,521,760	2,805,386
County tax	740,747	770,417
Education	42,078,650	43,018,167
Interest on debt	270,227	329,631
Maintenance	1,703,085	1,018,256
Other	715,013	818,927
<b>Total Expenses</b>	<b>70,485,637</b>	70,009,382
<b>Change in Net Position</b>	<b>(932,745)</b>	<b>(105,285)</b>
<b>Net Position, Beginning of Year, as Restated</b>	<b>45,734,779</b>	<b>45,840,064</b>
<b>Net Position, End of Year</b>	<b>\$ 44,802,034</b>	<b>\$ 45,734,779</b>

The cost of all governmental activities this year was \$70,485,637, which represents an increase of \$476,255 from prior year. Of this amount, Sanford taxpayers funded \$33,595,435 through property, personal and excise taxes. Municipal and educational departments have continued to aggressively pursue grant revenue to cover programs and services and to help reduce the tax burden to residents.

Special revenue fund program expenses are expenditures from City and School funds such as the City recreation and school programs such as the lunch program and other specifically grant funded programs. These programs are found in the "Other Governmental Funds" section of this report.

Capital improvement represents the net amount paid for items that are considered to be repairs. Interest on debt indicates the debt service amounts paid from the City and School general fund.

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**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis**  
**Continued**

**Financial Analysis of the Government's Funds**

The City uses fund accounting to segregate specific types of funds/projects and demonstrate compliance with related legal requirements. City-wide fund balances can be seen on the Balance Sheet - Governmental Funds on page 11.

**Governmental funds** - The focus of the City's governmental funds is to provide information on fiscal activity and balances of available resources. Each year, the result of the expenses, less revenues received, is added to the beginning fund balance and any unrestricted portion is available for spending at the government's discretion. As indicated in the *Financial Highlights*, the City's governmental funds reported a combined ending fund balance of \$12,692,952.

The *general* fund balance is \$10,304,464, which is an increase of \$1,325,334 over fiscal 2015. Of the fund balance, \$1,371,554 is committed for a number of capital plan projects unfinished at year-end, and an additional \$952,789 is assigned as carryforward for the subsequent year budget. The unassigned balance is \$7,474,849 for the City and \$400,282 for the School.

Although the City had positive budget variances of revenues over expenditures totaling \$4,397,825, the City budgeted to utilize fund balance toward the capital plan and to offset the 2016 commitment, resulting in an increase in the general fund balance of \$1,337,399, on a budgetary basis, from the prior year. The ending fund balance at June 30, 2016 is considered well within a healthy range. For detail comparing budget to actual expense see the Statement of Revenues, Expenditures and Changes in Fund Balance on page 14.

*High School Interim Financing* deficit balance of (\$858,266) reflects expenditures exceeding borrowings on the construction in process of the new high school and technical center. The expected total cost of the project is \$102.7 million and is funded currently by a bond anticipation note which is to be replaced by a bond offering at a later date.

*Other Governmental Funds* balance of \$3,246,754 reflects composite balances of a number of other School and City special revenue funds, capital projects funds and permanent funds.

**Capital Asset and Debt Administration**

The City of Sanford, Maine's investment in capital assets for its' governmental-type activities totaled \$60,004,292 net of accumulated depreciation as of June 30, 2016. The City's infrastructure values (roads, bridges, sidewalks, etc.) are included in this total. These assets include land, buildings and improvements, vehicles, machinery, equipment and infrastructure. For a detailed listing of the City's capital assets and related depreciation, see page 27 in the Notes to the Financial Statements. In the current year significant capital asset purchases totaled approximately \$6,905,000 with the more significant additions being a construction in progress for a high school and technical center for approximately \$5,440,255, new bucket loader for approximately \$235,000, 4 new police cruisers for approximately \$110,000 and a new ambulance for approximately \$212,000.

**Long -term Debt**

The City of Sanford, Maine's long-term liabilities at fiscal year end total \$30,006,385. The composition of long-term liabilities was as follows: bonds and notes payable \$15,760,274 capital leases \$850,676, net pension liability of \$9,723,580, compensated absences \$2,199,588, other postemployment benefits \$1,187,267, landfill post closure care costs \$285,000, of which \$8,617,421 is due within one year. It should be noted that the State Department of Education contributes significantly on an annual basis to the payment of school related bond debt. Detailed information of the City's various outstanding bonds can be viewed in the Notes to Basic Financial Statements on page 28.

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**CITY OF SANFORD, MAINE**  
**Management's Discussion and Analysis**  
**Continued**

**Long -term Debt – continued**

State statutes limit the amount of general obligation debt a municipality may issue to 15 percent of the total State's assessed valuation of the City which is \$1,338,500,000. The current debt limitation for the City of Sanford, Maine is \$200,775,000 and Sanford's total debt is well under this limit.

The City Council and School Committee continue to work at keeping the property tax rate as low as possible and still provide quality services. The rate this year increased 0.42 mills to 22.04.

**Request for Information**

This financial report is designed to provide a general overview of the City of Sanford, Maine's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Ronni Lynn Champlin, Finance Director, City of Sanford, Maine, 919 Main Street, Sanford, Maine 04073.

**City of Sanford, Maine  
Statement of Net Position  
June 30, 2016**

	<b>Governmental Activities</b>	<b>Component Unit Goodall Park Trust</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 18,094,819	\$ 20,972
Investments	645,217	448,618
Receivables:		
Accounts and intergovernmental, net	1,533,197	
Taxes receivable	1,364,630	
Tax liens	651,736	
Interfund loan receivable - fiduciary fund	20,198	
Inventory	18,854	
Land (held for investment)	109,500	
Capital assets, not being depreciated	11,949,548	
Capital assets, net	48,054,744	
<b>Total Assets</b>	<b>82,442,443</b>	<b>469,590</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
	6,049,335	
<b>LIABILITIES</b>		
Accounts payable and other current liabilities	2,726,920	
Accrued payroll and other related liabilities	5,480,592	
Accrued interest	76,397	
Other post employment benefits	1,187,267	
Noncurrent liabilities:		
Due within one year	8,617,421	
Due in more than one year	10,478,117	
Net pension liability	9,723,580	
<b>Total Liabilities</b>	<b>38,290,294</b>	
<b>DEFERRED INFLOWS OF RESOURCES</b>		
	5,399,450	
<b>NET POSITION</b>		
Net investment in capital assets	43,549,565	
Restricted for:		
Nonexpendable trust principal	6,000	469,590
Expendable permanent funds	991,548	
Grants and other purposes	3,705,470	
Unrestricted	(3,450,549)	
<b>Total Net Position</b>	<b>\$ 44,802,034</b>	<b>\$ 469,590</b>

See independent auditors' report.

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

**City of Sanford, Maine  
Statement of Activities  
For the year ended June 30, 2016**

Functions/programs	Program revenues				Net (expense) revenue and changes in net position	
	Expenses	Charges for services	Operating grants and contributions	Capital grants and contributions	Primary	Component
					governmental activities	unit Goodall Park Trust
<b>Primary government:</b>						
Governmental activities:						
General government	\$ 7,668,133	\$ 957,261	\$ 171,348		\$ (6,539,524)	
Public services	2,521,760	60,085	31,940		(2,429,735)	
Public safety	9,341,596	2,128,402	18,953		(7,194,241)	
Public works	5,446,426	93,534	582,991		(4,769,901)	
Education	42,078,650	134,444	28,649,895		(13,294,311)	
County tax	740,747				(740,747)	
Interest on debt service	270,227				(270,227)	
Maintenance	1,703,085				(1,703,085)	
Other	715,013				(715,013)	
Total governmental activities	70,485,637	3,373,726	29,455,127		(37,656,784)	
<b>Total primary government</b>	<b>\$ 70,485,637</b>	<b>\$ 3,373,726</b>	<b>\$ 29,455,127</b>		<b>(37,656,784)</b>	
<b>Component unit:</b>						
<b>Goodall Park Trust</b>	<b>\$ 47,784</b>		<b>\$ 11,792</b>			<b>\$ (35,992)</b>
General revenues:						
Property taxes, levied for general purposes					29,840,219	
Excise taxes					3,353,920	
Payments in lieu of taxes					50,854	
Interest and penalties on taxes					120,503	
Franchise tax					229,939	
Grants and contributions not restricted to specific programs:						
Homestead exemption and business equipment exemption					734,545	
Other state aid					296,117	
State revenue sharing					1,481,895	
Donations and contributions					41,472	
Unrestricted investment earnings					166,480	
Transfers					4,460	
Other					403,635	
Total general revenues					36,724,039	
					(932,745)	\$ (35,992)
					45,734,779	505,582
<b>Net position - ending</b>					<b>\$ 44,802,034</b>	<b>\$ 469,590</b>

See independent auditors' report.

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

City of Sanford, Maine  
Balance Sheet  
Governmental Funds  
June 30, 2016

	General	High School Interim Financing	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 12,763,742	\$ 643,140	\$ 4,687,938	\$ 18,094,820
Investments			645,217	645,217
Receivables:				
Accounts and intergovernmental, net	1,142,805		391,608	1,534,413
Taxes receivable	1,164,097			1,164,097
Taxes receivable - prior years	200,533			200,533
Tax liens	650,521			650,521
Interfund loans receivable	2,211,497		792,841	3,004,338
Inventory			18,854	18,854
Land (held for investment)			109,500	109,500
<b>Total assets</b>	<b>\$ 18,133,195</b>	<b>\$ 643,140</b>	<b>\$ 6,645,958</b>	<b>\$ 25,422,293</b>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable and other current liabilities	\$ 1,234,561	\$ 1,492,361		\$ 2,726,922
Accrued payroll and other related liabilities	5,056,481		\$ 424,109	5,480,590
Interfund loans payable		9,045	2,975,095	2,984,140
<b>Total liabilities</b>	<b>6,291,042</b>	<b>1,501,406</b>	<b>3,399,204</b>	<b>11,191,652</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue-property taxes	1,537,689			1,537,689
<b>Total deferred inflows of resources</b>	<b>1,537,689</b>			<b>1,537,689</b>
Fund balances:				
Nonspendable			134,354	134,354
Restricted	104,990		3,600,480	3,705,470
Committed	1,371,554		15,749	1,387,303
Assigned	952,789			952,789
Unassigned - School	400,282	(858,266)		(457,984)
Unassigned - City	7,474,849		(503,829)	6,971,020
<b>Total fund balances</b>	<b>10,304,464</b>	<b>(858,266)</b>	<b>3,246,754</b>	<b>12,692,952</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 18,133,195</b>	<b>\$ 643,140</b>	<b>\$ 6,645,958</b>	
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.				60,004,292
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.				1,537,689
Deferred outflows/inflows of resources represent a consumption/acquisition of net position that applies to a future period, therefore will not be recognized as an expenditure or revenue until then, and therefore, are not reported in the funds				649,885
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.				
Bonds and notes payable				(15,760,274)
Capital leases				(850,676)
Accrued interest				(76,399)
Landfill liability				(285,000)
Other postemployment benefits liability				(1,187,267)
Accrued compensated absences				(2,199,588)
Net pension liability				(9,723,580)
<b>Net position of governmental activities</b>				<b>\$ 44,802,034</b>

See independent auditors' report.  
The accompanying notes are an integral part of these financial statements.

**City of Sanford, Maine**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2016**

	General	High School Interim Financing	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 32,877,332		\$ 684,392	\$ 33,561,724
Licenses and permits	2,791,039			2,791,039
Intergovernmental	27,520,570		4,719,019	32,239,589
Investment income	153,298	\$ 1,511	12,473	167,282
Donations			41,472	41,472
Other	1,004,826		1,284,639	2,289,465
Total revenues	64,347,065	1,511	6,741,995	71,090,571
<b>Expenditures:</b>				
Current:				
General government	6,771,990		821,786	7,593,776
Public services	2,011,705		78,748	2,090,453
Public safety	8,535,530		24,957	8,560,487
Public works	3,379,430		146,357	3,525,787
County tax	818,859			818,859
Education	37,572,316		5,549,761	43,122,077
Debt service	794,271			794,271
Capital improvements	2,599,485	5,440,254	532,885	8,572,624
Other	715,013			715,013
Total expenditures	63,198,599	5,440,254	7,154,494	75,793,347
Deficiency of revenues over expenditures	1,148,466	(5,438,743)	(412,499)	(4,702,776)
<b>Other financing sources (uses):</b>				
Transfers in			62,881	62,881
Transfers out	(54,270)		(4,151)	(58,421)
Proceeds from capital leases	231,138			231,138
Proceeds from bond anticipation notes		4,900,000		4,900,000
Total other financing sources	176,868	4,900,000	58,730	5,135,598
Net change in fund balances	1,325,334	(538,743)	(353,769)	432,822
Fund balances, beginning of year, as restated	8,979,130	(319,523)	3,600,523	12,260,130
<b>Fund balances, end of year</b>	<b>\$ 10,304,464</b>	<b>\$ (858,266)</b>	<b>\$ 3,246,754</b>	<b>\$ 12,692,952</b>

See independent auditors' report.  
The accompanying notes are an integral part of these financial statements.



**City of Sanford, Maine**  
**Reconciliation of the Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances of Governmental Funds**  
**to the Statement of Activities**  
**For the year ended June 30, 2016**

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

Net change in fund balances - total governmental funds	\$	432,822
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlays, net of loss from dispositions		6,869,520
Depreciation expense		(3,485,493)

Deferred outflows/inflows of resources represents a consumption/acquisition of net position that applies to a future period, therefore will not be recognized as an expenditure until then.		3,607,940
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(247,082)
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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 interest		226
Landfill		35,000
Compensated absences		26,857
Other postemployment benefits expense		(100,593)
Pension expense		(4,236,888)

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Capital lease proceeds		(231,137)
Capital lease principal payments		215,341

The issuance of long term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayments of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond anticipation note proceeds	\$ (4,900,000)	
General obligation bond payments	1,002,630	
York County debt payments	78,112	(3,819,258)

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<b>Change in net position of governmental activities</b>	<b>\$</b>	<b>(932,745)</b>
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See independent auditors' report.

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

**City of Sanford, Maine**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual (Budgetary Basis)**  
**General Fund**  
**For the year ended June 30, 2016**

	Budgeted amounts		Actual	Variance with final budget positive (negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 32,035,852	\$ 32,035,852	\$ 32,877,332	\$ 841,480
Licenses, permits and fees	2,186,454	2,186,454	2,791,039	604,585
Intergovernmental	25,652,439	25,652,439	25,310,570	(341,869)
Interest earned	60,000	60,000	153,298	93,298
Other	382,033	382,033	891,807	509,774
Total revenues	60,316,778	60,316,778	62,024,046	1,707,268
<b>Expenditures:</b>				
Current:				
General government	6,841,015	6,841,015	6,741,690	99,325
Public services	1,850,633	1,850,633	1,926,911	(76,278)
Public safety	8,372,313	8,372,313	8,337,910	34,403
Public works	3,582,349	3,582,349	3,379,430	202,919
Education	36,337,950	36,337,950	35,362,316	975,634
County tax	818,859	818,859	818,859	
Other	800,071	800,071	715,013	85,058
Debt service	789,505	789,505	791,563	(2,058)
Capital improvements	1,774,083	3,971,039	2,599,485	1,371,554
Total expenditures	61,166,778	63,363,734	60,673,177	2,690,557
Excess (Deficiency) of revenues over expenditures	(850,000)	(3,046,956)	1,350,869	4,397,825
<b>Other financing sources:</b>				
Use of designated fund balance		2,196,956		(2,196,956)
Transfer out			(13,470)	(13,470)
Budgeted use of fund balance - City	850,000	850,000		(850,000)
Total other financing sources	850,000	3,046,956	(13,470)	(3,060,426)
Net change in fund balances - budgetary basis			1,337,399	
<b>Reconciliation to GAAP basis:</b>				
Change in general fund committed funds			(12,065)	
Net change in fund balances - GAAP basis			1,325,334	
Fund balance, beginning of year			8,979,130	
<b>Fund balance, end of year</b>			<b>\$ 10,304,464</b>	

See independent auditors' report.  
The accompanying notes are an integral part of these financial statements.

**City of Sanford, Maine**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2016**

	Private-purpose Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 377,319	\$ 321,408
Investments	1,992,609	
<b>Total assets</b>	<b>2,369,928</b>	<b>321,408</b>
<b>LIABILITIES</b>		
Interfund loans	20,195	
Due to student groups		321,408
<b>Total liabilities</b>	<b>20,195</b>	<b>321,408</b>
<b>NET POSITION</b>		
Held in trust	\$ 2,349,733	\$ -

See independent auditors' report.  
The accompanying notes are an integral part of these financial statements.

**City of Sanford, Maine**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the year ended June 30, 2016**

	<b>Private-purpose Trust Funds</b>
<b>Additions:</b>	
Donations, interest and dividends	\$ 166,703
Total additions	166,703
<b>Deductions:</b>	
School scholarships	98,549
Total deductions	98,549
<b>Other financing sources (uses):</b>	
Transfers out	(4,461)
Change in net position	63,693
Net position, beginning of year	2,286,040
<b>Net position, end of year</b>	<b>\$ 2,349,733</b>

See independent auditors' report.  
The accompanying notes are an integral part of these financial statements.

## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Sanford, Maine (the City) have been prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (standards and interpretations), constitute GAAP for governmental units. GAAP also includes guidance from the American Institute of Certified Public Accountants in the publication entitled State and Local Governments. The more significant of the City's accounting policies are described below.

#### Reporting Entity

In evaluating how to define the reporting entity, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit was made by applying the criteria set forth in accounting principles generally accepted in the United States of America, which defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Application of this criterion and determination of type of presentation involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. Based on application of these criteria, the following is a brief review of the discretely presented potential component unit addressed in defining the government's reporting entity.

Goodall Park Trust (the Trust) was established for the benefit of Goodall Park (the Park), which is an outdoor public space for the enjoyment of the citizens of the City of Sanford. The City pays 100% of the salaries for the Parks Department employees that provide the labor for the maintenance and general upkeep to the Park. The Trust provides additional resources for the maintenance of the Park. It was determined that the Trust should be reported as a discretely presented component unit.

Related Organizations:

The City's officials are responsible for appointing the members of the Board of Trustees of the Sanford Housing Authority, but the City's accountability does not extend beyond making the appointments. Thus, the accounts of the Sanford Housing Authority are not included in the accompanying financial statements.

#### Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic *resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Those revenues susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time. Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The City reports the following major governmental funds:

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

The *high school interim financing* fund accounts for the construction activity for the new high school and regional technical center.

Additionally, the City reports the following fund type:

*Fiduciary funds* account for assets held by the City in a trustee capacity or as an agent on behalf of others. The City's fiduciary funds include the following fund types:

*Private-purpose trust funds* are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are, therefore, not available to support the City's own programs.

*Agency funds* are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. The funds are used to account for assets that the City holds for others in an agency capacity.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. All taxes, including those internally dedicated for specific purposes, are reported as general revenues rather than as program revenues.

## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### Deposits and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term certificates of deposit.

Maine statutes authorize the City to invest in obligations of the U.S. Treasury, agencies and instrumentalities, certificates of deposit, repurchase agreements, corporate securities, financial institutions stock and other stock investments.

Investments are reported at fair value. Income earned from the investment of pooled cash is allocable to various funds.

#### Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the City uses various methods, including market, income and cost approaches. Based on these approaches, the City often utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and/or the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated, or generally unobservable inputs. The City utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques, the City is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values. Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

- Level 1 – Quoted prices for identical assets and liabilities traded in active exchange markets, such as the New York Stock Exchange.
- Level 2 – Observable inputs other than Level 1 including quoted prices for similar assets or liabilities, quoted prices in less active markets, or other observable inputs that can be corroborated by observable market data.
- Level 3 – Unobservable inputs supported by little or no market activity for financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation.

In determining the appropriate levels, the City performs a detailed analysis of the assets and liabilities. At each reporting period, all assets and liabilities for which the fair value measurement is based on significant unobservable inputs, are classified as Level 3.

#### Receivables and Payables

All outstanding balances between funds are reported as "interfund loans receivable/payable."

#### Inventory

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

## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal repairs and maintenance that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Capital assets of the primary government are depreciated using the straight-line method over the assets' estimated useful lives ranging from 5 to 50 years.

#### Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an expense or expenditure until then. The City's deferred outflows relate to its pension liability and are disclosed in Note 7.

#### Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The liability for vacation pay and the buy-out of sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

#### Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

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

#### Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The City's deferred inflows on the statement of net position relate to its pension liability and are disclosed in Note 7. The City also has one type of deferred inflow, which arises under the modified accrual basis of accounting that qualifies for reporting in this category.



## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### Deferred Inflows of Resources – Continued

Accordingly, the item, unavailable revenue, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

#### Fund Equity

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

- Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.
- Restricted – resources with constraints placed on the use of resources which are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or; b) imposed by law through constitutional provisions or enabling legislation.
- Committed – resources which are subject to limitations the government imposes on itself at its highest level of decision-making authority, and that remain binding unless removed in the same manner.
- Assigned – resources that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed.
- Unassigned – resources that have not been restricted, committed, or assigned to specific purposes. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

The City Council has the responsibility for committing fund balance amounts and likewise would be required to modify or rescind those commitments. Likewise, the City Council or a body or official delegated by the City Council may assign unspent budgeted amounts to specific purposes in the General Fund at year-end based on Department requests.

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

#### Use of Estimates

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

## Notes to Financial Statements

June 30, 2016

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

#### Recently Adopted Accounting Pronouncements

In February 2015, the GASB issued GASB Statement No. 72, "Fair Value Measurement and Application." This statement addresses the measurement of investments at fair value using consistent definition and valuation techniques and expands fair value disclosures in the financial statements and was adopted by the City as of June 30, 2016.

#### Recent Accounting Pronouncements

In June 2015, the GASB issued GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefit Plan Other Than Pension Plans*. This statement improves accounting and financial reporting for OPEB. This statement replaces GASB Statement No. 45 and establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense. The new statement is effective for periods beginning after June 15, 2017.

In August 2015, the GASB issued GASB Statement No. 77, *Tax Abatement Disclosure*. This pronouncement established reporting standards for disclosure of information about the nature and magnitude of tax abatements. The new statement is effective for periods beginning after December 15, 2016.

### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### Budgetary Information

An annual budget is adopted by the City Council for the General Fund. The budget is prepared substantially in accordance with accounting principles generally accepted in the United States of America, except that the General Fund revenues and expenditures related to "on-behalf payments" made by the State of Maine to the Maine Public Employees Retirement System for teachers and certain other school employees and also the proceeds and related expenditures under capital leases are not budgeted. The legal level of control is at the department level. The accounting system is employed as a budgetary management control device to monitor the individual departments.

## Notes to Financial Statements

June 30, 2016

### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – CONTINUED

#### Excess of Expenditures over Appropriations

For the year ended June 30, 2016, expenditures exceeded appropriations in the following categories:

Personnel	\$ 12,439	Fire Department	\$ 15,602
Planning	13,724	Regional Communication	66,329
Economic Growth Council	700	Recreation	9,232
Information Systems	1,563	City Hall / City Annex	41,548
Treasurer/City Clerk	2,863	Airport	1,944
Insurance Property/Benefit	4,794	Other	3,764

#### Deficit Fund Balances

At June 30, 2016, the following funds had deficit fund balances over \$10,000:

SCASDP Grant Airport	\$ 32,505
Emerson School	12,230
Title IA	159,028
IDEA – Local Entitlement	133,152
Title IIA – Teacher Quality	48,841
PreSchool Expansion	47,027
Consolidated Elementary	52,337
High School Interim Financing	858,266

These deficits which for the most part are the result of the timing of billing, will be funded by future grant revenue, charges for services or future bond proceeds or the General Fund.

### NOTE 3 – CASH AND INVESTMENTS

#### Deposits and Investments

*Custodial credit risk - deposits:* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy is to have its deposits covered by F.D.I.C. insurance or by additional insurance purchased on behalf of the City by the respective banking institution. As of June 30, 2016, of the City's bank balance of \$17,965,608, none of the balance was exposed to custodial credit risk due to being uninsured and uncollateralized. All of the City's deposits were covered by the F.D.I.C. or by additional insurance purchased on behalf of the City by the respective banking institutions in the City's name.

*Custodial credit risk – investments:* For investments, this is the risk that in the event of failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The City's policy is to have its deposits covered by F.D.I.C. insurance or by additional insurance purchased on behalf of the City by the respective banking institution. All of the City's \$349,383 investment in money market and repurchase/sweep agreements was covered by the F.D.I.C. or by additional insurance purchased on behalf of the City by the respective banking institutions in the City's name. These are treated as cash equivalents for financial statement purposes.

## Notes to Financial Statements

June 30, 2016

### NOTE 3 – CASH AND INVESTMENTS – CONTINUED

#### Deposits and Investments – Continued

At June 30, 2016, the City had the following investments and maturities:

	Fair Value	Less Than 1 Year	1-5 Years	More Than 5 Years
Fixed income	\$ 684,123	\$ 217,109	\$ 467,014	
Mutual funds (1)	172,186		Not applicable	
Equities	<u>2,230,134</u>		<u>Not applicable</u>	
Total investments	<u>\$ 3,086,443</u>	<u>\$ 217,109</u>	<u>\$ 467,014</u>	

Investments have been reported as follows:

Reported in governmental funds	\$ 645,216
Reported in component unit funds	448,618
Reported in fiduciary funds	<u>1,992,609</u>
Total investments	<u>\$ 3,086,443</u>

*Interest Rate Risk:* The City does not have a policy related to interest rate risk.

*Credit Risk and Concentration of Credit Risk:* Maine statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, repurchase agreements and certain corporate stocks and bonds. The City does not have a formal policy related to credit risk. With respect to concentration of credit risk the City does not have any investments exceeding 5% of the total portfolio.

#### Fair Value

Fair values of assets measured on a recurring basis at June 30, 2016 are as follows:

	Total	Level 1	Level 2	Level 3
<b>June 30, 2016</b>				
Mutual funds	172,186	\$ 172,186		
Common stock	2,230,134	2,230,134		
Fixed income	<u>684,123</u>	<u>684,123</u>		
	<u>\$ 3,086,443</u>	<u>\$ 3,086,443</u>	<u>\$ -</u>	<u>\$ -</u>

There were no assets classified as Level 2 or 3 as of June 30, 2016.

## Notes to Financial Statements

June 30, 2016

### NOTE 4 – RECEIVABLES AND PROPERTY TAXES

#### Receivables

Receivables as of year-end for the City's individual major funds and nonmajor funds in the aggregate, are as follows:

	General Fund	Nonmajor Funds	Total
Receivables			
Taxes	\$ 1,364,630		\$ 1,364,630
Liens	650,521		650,521
Accounts and intergovernmental	<u>1,142,805</u>	<u>\$ 391,608</u>	<u>1,534,413</u>
Net total receivables	<u>\$ 3,157,956</u>	<u>\$ 391,608</u>	<u>\$ 3,549,564</u>

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, the deferred inflows of resources are reported in the governmental funds, as follows:

Deferred inflows of resources	Unavailable
Unavailable revenue – property taxes (general fund)	<u>\$ 1,537,689</u>

#### Property Tax

Property taxes for the current year were committed on August 14, 2015, on the assessed value listed as of the prior April 1st for all real and personal property located in the City. Assessed values are periodically established by the City's Assessor at 100% of assumed market value. The assessed value represented 99.4% of the estimated State valuation of \$1,338,500,000.

The City 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 \$79,317 for the year ended June 30, 2016.

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

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

## Notes to Financial Statements

June 30, 2016

### NOTE 4 – RECEIVABLES AND PROPERTY TAXES – CONTINUED

#### Property Tax – Continued

The following summarizes the 2016 levy:

Assessed value	\$ 1,324,199,290
Tax rate (per \$1,000)	<u>22.04</u>
Commitment	29,185,352
Supplemental taxes assessed	<u>                    </u>
Total levy	29,185,352
Less collections	<u>28,006,347</u>
Current year taxes receivable	1,364,630
Prior year taxes receivable	<u>650,521</u>
Receivable at end of year	<u>\$ 2,015,151</u>
Due date(s)	½ September 16, 2015 ½ March 17, 2016
Interest rate on delinquent taxes	7%
Collection rate	96.0%

#### Interfund Receivables and Payables

Individual interfund loans receivable and payable balances and transfers at June 30, 2016 were as follows:

Fund	Interfund Loans Receivable	Interfund Loans Payable
General Fund	\$ 2,211,497	
High School Interim Financing Fund		\$ 9,045
Other Governmental Funds	792,841	2,975,095
Fiduciary Funds	<u>                    </u>	<u>20,198</u>
Totals	<u>\$ 3,004,338</u>	<u>\$ 3,004,338</u>

## Notes to Financial Statements

June 30, 2016

### NOTE 5 – CAPITAL ASSETS

#### Capital Assets

	Balance June 30, 2015	Increases	Decreases	Balance June 30, 2016
<b>Governmental Activities</b>				
Capital assets, not being depreciated				
Land	\$ 4,416,664			\$ 4,416,664
Construction in progress	2,059,629	\$ 5,440,255		7,499,884
Artwork	33,000			33,000
Total capital assets, not being depreciated	<u>6,509,293</u>	<u>5,440,255</u>		<u>11,949,548</u>
Capital assets, being depreciated				
Land improvements	1,102,076			1,102,076
Buildings and improvements	26,058,872	6,653		26,065,525
Machinery and equipment	6,597,449	922,725	\$ (81,220)	7,438,954
Vehicles	6,138,929	535,280	(546,324)	6,127,885
Library supplies	1,566,315			1,566,315
Infrastructure	75,510,903			75,510,903
Total capital assets being depreciated	<u>116,974,544</u>	<u>1,464,658</u>	<u>(627,544)</u>	<u>117,811,658</u>
Less accumulated depreciation for:				
Land improvements	(520,346)	(27,644)		(547,990)
Buildings and improvements	(11,489,398)	(666,255)		(12,155,653)
Machinery and equipment	(4,520,360)	(401,012)	70,914	(4,850,457)
Vehicles	(3,792,219)	(409,691)	521,237	(3,680,673)
Library supplies	(1,352,159)	(104,473)		(1,456,632)
Infrastructure	(45,189,090)	(1,876,419)		(47,065,509)
Total accumulated depreciation	<u>(66,863,572)</u>	<u>(3,485,493)</u>	<u>592,151</u>	<u>(69,756,914)</u>
Total capital assets being depreciated, net	<u>50,110,972</u>	<u>(2,020,835)</u>	<u>(35,393)</u>	<u>48,054,744</u>
<b>Governmental activities capital assets, net</b>	<b><u>\$56,620,265</u></b>	<b><u>\$ 3,419,420</u></b>	<b><u>\$ (35,393)</u></b>	<b><u>\$60,004,292</u></b>

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

Governmental activities	
General government	\$ 23,250
Public safety	240,284
Public works, including depreciation of general infrastructure assets	1,955,640
Public services	431,306
Education	835,013
Total depreciation expense	<u>\$ 3,485,493</u>

## Notes to Financial Statements

June 30, 2016

### NOTE 6 – LONG-TERM DEBT

#### Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2016 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Bonds and notes payable	\$11,706,681	\$ 4,900,000	\$(1,002,630)	\$15,604,051	\$8,298,925
Note payable – York County	234,335		(78,112)	156,223	78,112
Capital leases	834,880	231,137	(215,341)	850,676	205,384
Net pension liability	5,486,692	4,236,888		9,723,580	
Compensated absences	2,226,445		(26,857)	2,199,588	
Other post employment benefits	1,086,674	100,593		1,187,267	
Landfill postclosure care costs	320,000		(35,000)	285,000	35,000
Long-term liabilities	<u>\$21,895,707</u>	<u>\$ 9,468,618</u>	<u>\$(1,357,940)</u>	<u>\$30,006,385</u>	<u>\$8,617,421</u>

#### Note Payable – York County

During the fiscal year ended June 30, 2013, York County changed its fiscal year end and assessed county tax over a six-month interim period. The amount of tax assessed to the City of Sanford, Maine totaled \$390,559. The City has an agreement with the County to pay the \$390,559 in five equal annual payments of \$78,112, starting on December 31, 2013 and ending December 31, 2017. As of June 30, 2016, the City's outstanding amount of the note payable to York County was \$156,223.

#### Capital Leases

The City and School Department have lease agreements for equipment and vehicles. Those leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the date of their inception in the government-wide financial statements. The following is a schedule of future minimum lease payments under the capital leases and the present value of the minimum lease payments at June 30, 2016:

Fiscal Year Ending	
2017	\$ 233,688
2018	204,221
2019	156,646
2020	150,601
2021	105,367
2022 - 2023	91,089
Total minimum lease payments	<u>941,612</u>
Less amount representing interest	<u>(90,936)</u>
Present value of future minimum lease payments	<u>\$ 850,676</u>



## Notes to Financial Statements

June 30, 2016

### NOTE 6 – LONG-TERM DEBT – CONTINUED

	Originally Issued	Date Original Amount Issued	Date of Maturity	Interest Rate	Ending Balance
Bonds and notes payable:					
Nasson College Academic Building Bonds	\$ 131,000	1969	2019	3.00%	\$ 11,908
PW/Fire 2006 Series B Bonds	1,100,000	2006	2017	2.00-5.35%	110,000
School Revolving Loan Fund	1,000,000	2006	2016	0.00%	31,700
Roundabout/Millyard	3,650,000	2008	2024	2.075-5.575%	1,520,000
Police Station Part 1	3,210,000	2010	2029	2.00-5.50%	2,491,868
Police Station Part 2	3,000,000	2010	2030	3.436%	2,401,226
School Heating Systems	650,000	2011	2017	0.059-4.30%	130,000
Brownfield Revolving Loan Fund	181,000	2014	2025	3.00%	157,349
School Energy Improvements	1,500,000	2014	2024	1.67%	1,350,000
School Construction	22,000,000	2016	2017	1.08%	7,400,000
Total bonds and notes payable	<u>\$ 36,422,000</u>				<u>\$ 15,604,051</u>

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

Years Ending June 30,	Principal	Interest	Total
2017	\$ 8,298,925	\$ 308,430	\$ 8,607,355
2018	632,282	182,077	814,359
2019	638,394	185,974	824,368
2020	645,354	204,214	849,568
2021	658,419	181,072	839,491
2022-2026	2,930,866	496,879	3,427,745
2027-2031	<u>1,799,811</u>	<u>91,898</u>	<u>1,891,709</u>
Totals	<u>\$ 15,604,051</u>	<u>\$ 1,650,544</u>	<u>\$ 17,254,595</u>

In accordance with 30 MRSA, Section 5061, as amended, no municipality shall incur debt for specified purposes in excess of certain percentages of state valuation of such municipality. Additionally, no municipality shall incur debt in the aggregate in excess of 15% of its State assessed valuation. At June 30, 2016, the City's outstanding debt did not exceed these limits.

Included in bonds payable is a bond anticipation note (BAN) with \$7.4 million outstanding, which is due and payable on January 20, 2017. The total amount available to be borrowed under the BAN is \$22 million. The BAN is expected to be refinanced with the new school construction bond in 2017.

## Notes to Financial Statements

June 30, 2016

### NOTE 6 – LONG-TERM DEBT – CONTINUED

#### Landfill Closure and Postclosure Care Costs

Under State law, Maine communities had until December 31, 1994 to close existing landfills under a Maine Department of Environmental Protection (DEP) approved plan. Prior to 1995, the DEP expressed a strong concern over leachate emanating from the former landfill operation at Rushton Street. The landfill was closed in 1982 under a consent decree with the DEP, and has not accepted waste since that time. A portion of the site continues to be used as a staging area for certain demolition debris and other waste and the City's transfer station is located adjacent to the closed landfill. The DEP retained, at its expense, an engineering firm to determine the extent of contamination and the estimated cost of remedial actions needed and, in June 1995, issued a Department Order designating the site as an Uncontrolled Hazardous Substance Site and naming the City as a responsible party. The City had also retained an engineering firm, which presented the City a report depicting several remedial options with estimated costs ranging from \$5,000,000 to \$15,000,000.

During fiscal year 1996, negotiations with the DEP continued, and in April 1996, the DEP approved the City's "conceptual closure remedy," which was projected to cost \$6,350,000. In addition, annual costs of monitoring the site and of operation and maintenance of the remedy were projected to approximate as much as \$230,000. Based on the approval, the City recorded a liability of \$10,950,000, representing the initial capital costs and anticipated monitoring costs over a 20-year period, at June 30, 1996.

Authorization for issuance of bonds to be used for financing the project was subject to approval at a City meeting prior to commencement of the actual remedial activities envisioned by the plan. The November 1996 City Meeting did not approve the financing of a \$6,350,000 remedy. However, it appropriated funds for a thorough review of alternative remedies, and in May 1997, it appropriated \$1,200,000 for final remedial design and construction of a phased-in remedy. Phases one and two, involving the relocation of the waste, grading of the landfill, and installation and improvement of drainage and the monitoring of effects of these improvements, were completed at a cost of approximately \$950,000 during fiscal years 1997-1999. In November 1999, the City agreed to the stipulations contained in an Administrative Order issued by the DEP. This order called for phase three site activities, as well as relocation of a demolition debris staging area. Phase three construction, which started in fiscal 2000, was completed during fiscal 2001 at a cost of approximately \$2,316,000. Funding for phase three of the project was provided by the utilization of \$980,000 of state reimbursement, \$739,000 of funds previously set aside by the City, and \$597,000 of undesignated surplus approved at the October 12, 1999 City meeting, which consists of \$147,000 appropriated prior to July 1, 2000 and a supplemental appropriation of approximately \$450,000 during fiscal 2001. Phase three included capping the current construction and demolition debris areas, additional grading, construction of a slurry wall, and installation of extraction wells and pumps.

The City completed phase three improvements in 2000 and since then, has been operating the landfill remediation system. If the DEP determines that the City's remedial action has not caused surface water quality to meet the State's Class B surface water standards, the City and the DEP "shall meet to jointly evaluate the technical feasibility of further remediation under this paragraph [paragraph 34 of the Administrative Order], and the Respondent [City] shall perform further remediation as required by the DEP subject to" the Order's dispute resolution provisions. Under the terms of the DEP Administrative Order, the City was to submit a study report by December 31, 2004 to demonstrate the effects that these phased improvements had on water quality in the southern tributary of the Mousam River and discuss with the DEP what, if any, additional remediation measures must be undertaken at the Site. That report was submitted and discussions did occur.

## Notes to Financial Statements

June 30, 2016

### NOTE 6 – LONG-TERM DEBT – CONTINUED

#### Landfill Closure and Postclosure Care Costs - Continued

The testing to date shows significant water quality improvement, but the data also shows that the southern tributary of the Mousam River is exceeding certain water quality parameters. To this date, no additional remediation measures have been determined to be necessary. Data collected up to and including 2013 continue to show that the corrective actions are performing as intended in the remedial design. While it is possible that the City will be required to spend additional amounts at this site, those amounts, if any, are unknown at this time. In the past, it has been stated that it is possible that the ultimate cost of the project may be less than the amounts recorded on the government-wide financial statements if no further remedial actions are necessary, and that no further adjustment to such provision will be reflected until such time as the results of phases one, two, and three discussed above are known. In July 2004, the City submitted the semi-annual report, and in December 2004, the City submitted the "Remedial Action Evaluation Report" and the 2004 annual report. In 2009, the City submitted the next scheduled remedial action assessment. The "2008 Annual Report," dated February 2009, observed improving water quality as a result of the City's activities, and the 2008 Annual Report indicates that the corrective actions "are performing as intended by the remedial design." The "2010 Annual Water Quality Report/2010 Remedial Action Evaluation Report," submitted to the DEP on December 30, 2010, indicated that the 2005 to 2010 remedial actions are capable of maintaining the improved water quality conditions in the Southern Tributary. The "2011 Annual Water Quality Report" continues to indicate that the "remedial actions are capable of maintaining the improved water quality conditions in the Southern Tributary, despite significant additional water flux at the landfill and a variety of unusual natural conditions." The "2012 Annual Water Quality Report" continues to indicate the remedial actions can maintain stable Southern Tributary Water Quality, and that "this provides the necessary protection to maintain Class C criteria in the Mousam River." The City continues to perform routine testing and files electronic semi-annual and written annual reports to the DEP. The City has met the objective of reducing contamination in the Southern Tributary and has demonstrated that the remedial actions can maintain improvements. In the event that the stable water quality parameters achieved through the remediation project deteriorate or regulations change, the City would likely commission additional engineering evaluation and determine the scope and cost of future improvements. Therefore, at June 30, 2015, the City's recorded liability representing the remaining cost related to closure and post closure is \$245,000. This is based upon 7 additional years of monitoring the site at an annual cost of \$35,000 per year. Actual costs may increase due to the results of monitoring, inflation, changes in technology, or changes in laws and regulations.

In August 1994, a former privately-owned landfill operation (Whichers Mill), to which the City had contributed and directed solid waste, was permanently closed. The City will be responsible for maintaining and monitoring the former landfill site and has recorded such estimated future costs, totaling \$40,000, as a liability in the government-wide financial statements. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

#### Overlapping Debt

The City is subject to an annual assessment of its proportional share of York County expenses, including debt repayment, as determined by the percentage of the City's State valuation to the County's State valuation. At June 30, 2016, the City's share is 4.59%, or \$294,016 of York County's \$6,405,567 long-term debt outstanding as of June 30, 2016.

#### Conduit Debt

The City has, from time to time, assisted third parties in financing capital activities by participating in conduit debt transactions. The City is not obligated in any manner for this debt and, as a result, has not reported these liabilities or any related assets in the basic financial statements. The outstanding principal balance of conduit debt, as of June 30, 2016, was \$1,419,353.

## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS

#### Plan Descriptions

The City contributes to the Maine Public Employees Retirement System, as part of the State Employee and Teacher Plan (the Teacher Plan) and also the Participating Local District Consolidated Plan (the PLD plan) or (the Plans) which are cost sharing multiple employer defined benefit pension plans. The Plans were established as the administrator of a public employee retirement system under the Laws of the State of Maine. The City School Department's teaching certified employees, plus other qualified educators, are eligible to participate in the Teacher Plan. The Teacher Plan covers 240 participating employers. The City's general services, public works, Sanford Regional Communication Center, and management group, police and fire employees and the City School Department's custodians, school lunch personnel, and other non-teacher personnel including, some ed techs, central office employees, and secretaries employees have the option to participate in the PLD Plan. The PLD Plan covers 291 participating employers.

Employee membership data related to the Plans, as of June 30, 2015 was as follows:

	Teachers	PLD
Current participants: Vested and non-vested	40,016	10,870
Terminated participants: Vested	7,511	2,112
Terminated participants: Inactive due refunds	36,810	6,341
Retirees and beneficiaries receiving benefits	33,260	8,581
	<u>117,597</u>	<u>27,904</u>

Benefit terms are established by Maine statute, in the case of the PLD Plan, an advisory group, also established by statute, reviews the terms of the Plan and periodically makes recommendations. The Plans' retirement programs provide defined retirement benefits based on members' average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit (effective October 1, 1999, the prior ten year requirement was reduced by legislative action to five years). In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. Normal retirement age for Teacher Plan members is age 60, 62 or 65. The normal retirement age is determined by whether a member had met certain creditable service requirements on specific dates, as established by statute. For PLD Plan members, normal retirement age is 60 or 65. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The Plans also provide disability and death benefits which are established by statute for State employee members and by contract with other participating employers under applicable statutory provisions.

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual rate of interest credited to members' accounts is set by the Plan's Board of Trustees and is currently 5%.

For the year ended June 30, 2016, the City's total payroll for all employees was \$30,033,287. Total covered payroll was \$19,068,408 for the Teacher Plan and \$8,745,351 for the PLD Plan. Covered payroll refers to all compensation paid by the City to active employees covered by the Plan.

## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS – CONTINUED

#### Contributions

The contribution requirements of the Teacher Plan members are defined by law or the Plan's Board. Teacher Plan members of the City School Department are required to contribute 7.65% of covered compensation to the Teacher Plan. The employees' contributions are deducted from the employee's wages or salary and remitted by the City School Department to the Teacher Plan on a monthly basis. The State is statutorily required to contribute 10.02% of annual Teacher wages, excluding wages covered by grants, which pays for the unfunded liability for the teachers. Employer contribution rates are determined through actuarial valuations. The City School Department's required contribution rate for the year ended June 30, 2016 was 3.36% of annual Teacher payroll, plus 10.02% for grant fund wages, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year (normal cost contributions). The City School Department's contributions to the Teacher Plan for the year ended June 30, 2016 were \$790,776.

The contribution requirements of the PLD Plan members are defined by law or the Plan's Board. Employees of the City and City School Department are required to contribute between 7.5-9.0% of covered compensation to the PLD Plan. The contributions are deducted from the employee's wages or salary and remitted by the City School Department to the Plan on a monthly basis. Employer contribution rates are determined through actuarial valuations. The City and City School Department's required contribution rate for the year ended June 30, 2016, was between 8.9% and 14% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City School Department's and the City's contributions to the Plan for the year ended June 30, 2016 were \$1,136,882.

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

##### Teacher Plan

At June 30, 2016, the City School Department reported a liability for its proportionate share of the net pension liability that reflected a reduction of State pension support provided to the City School Department. The amount recognized by the City School Department as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the City School Department, were as follows:

City School Department's proportionate share of the net pension liability	\$ 1,421,755
State's proportionate share of the net pension liability associated with the City School Department	<u>20,122,264</u>
Total	<u>\$ 21,544,019</u>

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City School Department's proportion of the net pension liability was based on a projection of the School Department's long-term share of contributions relative to the projected contributions of all participating school districts and the State, actuarially determined. At June 30, 2015, the City School Department's proportion was 0.105 percent, which was a decrease of 0.05 from its proportion measured as of June 30, 2014.

## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS – CONTINUED

#### Teacher Plan - Continued

For the year ended June 30, 2016, the School Department recognized pension expense of \$591,963 and revenue of \$2,306,083 for support provided by the State. In addition, the School Unit reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual results		\$ 9,871
Changes of assumptions	\$ 39,175	
Net difference between projected and actual earnings on Plan investments	300,843	365,132
Changes in proportion and differences between contributions and proportionate share of contributions	150,556	167,649
Contributions subsequent to the measurement date	790,776	
Total	<u>\$ 1,281,350</u>	<u>\$ 542,652</u>

The \$790,776 of deferred outflows of resources resulting from the City School Department's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be netted and recognized in pension expense (reduction in expense), as follows:

Years ending June 30,	
2017	\$ 12,261
2018	(93,051)
2019	(46,500)
2020	75,212
Total	<u>\$ (52,078)</u>

#### PLD Plan

At June 30, 2016, the City and the City School Department reported a liability of \$8,301,825 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City and the City School Department's proportion of the net pension liability was based on a projection of the City and the City School Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2015, the City and the City School Department's proportion was 2.60%, which was a decrease of 0.17% from its proportion measured as of June 30, 2014.

## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS – CONTINUED

#### PLD Plan - Continued

For the year ended June 30, 2016, the City and the City School Department recognized pension expense of \$1,997,259. At June 30, 2016, the City and the City School Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual results	\$ 335,197	\$ 1,066,230
Changes of assumptions	733,659	
Net difference between projected and actual earnings on Plan investments	2,562,247	3,189,455
Changes in proportion and differences between contributions and proportionate share of contributions		601,113
Contributions subsequent to the measurement date	1,136,882	
Total	<u>\$ 4,767,985</u>	<u>\$ 4,856,798</u>

The \$1,136,882 of deferred outflows of resources, resulting from the City's contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ending June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be netted and recognized in pension expense (reduction in expense), as follows:

Years ending June 30,	
2017	\$(604,720)
2018	(604,720)
2019	(656,816)
2020	640,561
Total	<u>\$(1,225,695)</u>

#### Actuarial Assumptions

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	Teachers Plan 2.55% and PLD Plan 2.55%, per annum
Salary increases	Teachers Plan 3.5%-13.5% and PLD Plan 3.5%-9.5%, per year
Investment rate of return	Teachers Plan 7.125% and PLD Plan 7.125%, per annum, compounded annually

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study for the period of July 1, 2005 to June 30, 2010.

## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS – CONTINUED

#### Actuarial Assumptions - Continued

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

Asset Class	Target Allocation %	Long-term Expected Real Rate of Return
Fixed income	25%	0.7 %
U.S. equities	20%	5.2 %
Non-U.S. equities	20%	5.5 %
Real estate	10%	3.7 %
Infrastructure	10%	4.0 %
Private equity	10%	7.6 %
Hard Assets	5%	4.8 %
Total	100%	

#### Discount Rate

The discount rate used to measure the total pension liability was 7.125% for the Teacher Plan and for the PLD Plan. The projection of cash flows used to determine the discount rate assumed that employee contributions would be made at the current contribution rate and that contributions from employers would be made at contractually required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

#### Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

##### Teacher Plan

The following presents the City School Department's proportionate share of the net pension liability calculated using the discount rate of 7.125%, as well as what the City School Department's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.125%) or 1-percentage-point higher (8.125%) than the current rate:

	Discount rate	City and School Department's proportionate share of net pension liability
1% decrease	6.125%	\$ 2,489,157
Current discount rate	7.125%	\$ 1,421,755
1% increase	8.125%	\$ 532,733



## Notes to Financial Statements

June 30, 2016

### NOTE 7 – PENSION PLANS – CONTINUED

#### PLD Plan

The following presents the City and the City School Department's proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the City and the City School Department's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	<b>Discount rate</b>	<b>City and School Department's proportionate share of net pension liability</b>
1% decrease	6.25%	\$ 16,539,695
Current discount rate	7.25%	\$ 8,301,825
1% increase	8.25%	\$ 491,816

#### Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Maine Public Employees Retirement System financial report.

#### On-Behalf Payments

The State of Maine makes a contribution to the Maine Public Employees Retirement System Teachers Fund for the teachers of the City School Department. The actual payment, which is made by the State, is determined by an actuary for the entire teachers' fund. The Maine Public Employees Retirement System estimates the payment made on-behalf of the City School Department to approximate 10.02% of the qualified teachers' salaries, plus an additional 2.56% for health insurance. For the year ended June 30, 2016, the total amount of on-behalf payments was approximately \$2,210,000 and was recognized in the fund financial statements. The amount of on-behalf payments recognized in the government wide financial statements for pension expense was approximately \$915,000.

## Notes to Financial Statements

June 30, 2016

### NOTE 8 – FUND BALANCES AND NET POSITION

#### Fund Balances

As of June 30, 2016, fund balance components consisted of the following:

	General Fund	High School Interim Financing	Other Governmental Funds	Total
<b>Nonspendable:</b>				
Inventory			\$ 18,854	\$ 18,854
Land held for resale			109,500	109,500
Principal for permanent funds			6,000	6,000
<b>Total Nonspendable</b>			<u>134,354</u>	<u>134,354</u>
<b>Restricted:</b>				
Adult education	\$ 104,990			104,990
Special revenue funds			2,675,355	2,675,355
Capital project funds			43,077	43,077
Permanent funds			882,048	882,048
<b>Total Restricted</b>	<u>104,990</u>		<u>3,705,470</u>	<u>3,705,470</u>
<b>Committed:</b>				
Capital plan	1,371,554			1,371,554
Capital projects			15,749	15,749
<b>Total Committed</b>	<u>1,371,554</u>		<u>15,749</u>	<u>1,387,303</u>
<b>Assigned:</b>				
Subsequent budget – City	850,000			850,000
Various assigned funds	102,789			102,789
<b>Total Assigned</b>	<u>952,789</u>			<u>952,789</u>
<b>Unassigned</b>	<u>7,875,131</u>	<u>(858,266)</u>	<u>(503,829)</u>	<u>6,513,036</u>
<b>Total Fund Balance</b>	<u>\$10,304,464</u>	<u>\$ (858,266)</u>	<u>\$ 3,246,754</u>	<u>\$12,692,952</u>

The beginning General Fund fund balance and Other Governmental Funds fund balance have been restated from the prior year financial statements by increasing the General Fund fund balance by \$201,883 and decreasing the Other Governmental Funds fund balance by \$2,250 related to accounting adjustments made subsequent to the audit report being issued.

#### Net Position

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

## Notes to Financial Statements

June 30, 2016

### NOTE 8 – FUND BALANCES AND NET POSITION – CONTINUED

#### Net Position – Continued

The City's net investment in capital assets was calculated as follows at June 30, 2016:

	Governmental Activities
Capital assets	\$ 129,761,206
Accumulated depreciation	(69,756,914)
Bonds and notes payable	(15,604,051)
Capital leases	(850,676)
	<hr/>
<b>Net investment in capital assets</b>	<b><u>\$ 43,549,565</u></b>

The beginning net position has been restated from the prior year financial statements by increasing net position by \$199,634 related to accounting adjustments made subsequent to the audit report being issued.

### NOTE 9 – OPERATING LEASES

The City and School Department have several lease agreements for equipment, office space and portable classrooms. Those leases qualify as operating leases for accounting purposes and, therefore, only the current year payment has been recorded in the financial statements.

The following is an analysis of the payments due under operating leases as of June 30, 2016:

Fiscal Year Ending	
2017	\$ 202,893
2018	204,845
2019	92,174
2020	3,777
	<hr/>
<b>Total operating lease payments due</b>	<b><u>\$ 503,689</u></b>

### NOTE 10 – OTHER INFORMATION

#### Risk Management

The City 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 City either carries commercial insurance, participates in a public entity risk pool, or is effectively self-insured. Currently, the City participates in a public entity risk pool sponsored by Maine Municipal Association for workers' compensation. Based on the coverage provided by these pools, as well as coverage provided by commercial insurance purchased, the City is not aware of any material actual or potential claim liabilities which should be recorded at June 30, 2016.

## Notes to Financial Statements

June 30, 2016

### NOTE 11 – DEFERRED COMPENSATION PLAN

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

Assets of the Plan are placed in trust for the exclusive benefit of participants and their beneficiaries. Accordingly, the assets and the liability for the compensation deferred by plan participants, including earnings on plan assets, are not included in the City's financial statements.

### NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

The Governmental Accounting Standards Board (GASB) promulgated its Statement 45, which addressed the reporting and disclosure requirements for other post employment benefits (OPEB). GASB Statement 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, was implemented, as required, by the City of Sanford, Maine for the year ended June 30, 2009. Under this pronouncement, it requires that the long-term cost of retirement health care and obligations for other postemployment benefits be determined on an actuarial basis and reported similar to pension plans.

The City is a member of the Maine Municipal Employees Health Trust. The Trust is a multiple employer Voluntary Employee's Beneficiary Association. The City is an individually rated member within the Association. The Trust issues a publicly available financial report. That report may be obtained by writing to the Maine Municipal Association at 60 Community Drive, Augusta, ME 04332. The Trust contracted with an outside consultant to assist in the determination and valuation of the City's OPEB liability under GASB Statement 45. An OPEB liability actuarial valuation was completed by the consultants in August 2014 based on an actuarial valuation date of January 1, 2014.

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

**Funding Policy and Annual OPEB Cost** – GASB Statement 45 does not mandate the prefunding of postemployment benefits liability. The City currently plans to fund these benefits on a pay-as-you-go basis. No assets have been segregated and restricted to provide postemployment benefits. The annual required contribution (ARC), an actuarial determined rate, represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize unfunded actuarial liabilities over a period not to exceed 30 years.

The following table represents the OPEB costs for the years and the annual required contribution:

	2016
Normal cost	\$ 67,765
Amortization of unfunded	84,010
Adjustment to ARC	(62,843)
Interest	<u>46,474</u>
Annual required contribution	<u>\$ 135,406</u>

## Notes to Financial Statements

June 30, 2016

### NOTE 12 – OTHER POST EMPLOYMENT BENEFITS – CONTINUED

**Net OPEB Obligation** —The City's net OPEB obligation was calculated as follows:

	2016
OPEB liability, July 1,	\$ 1,086,674
Annual required contribution	135,406
Less: actual contributions	<u>(34,813)</u>
	<u>\$ 1,187,267</u>

**Funding Status and Funding Progress** – The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended June 30, 2016 is as follows:

Annual required contribution	\$ 135,405
Actual contribution	34,813
Percent contributed	<u>25.71%</u>
Actuarial accrued liability	1,510,811
Plan assets	<u>1,510,811</u>
Unfunded actuarial accrued liability	1,510,811
Covered payroll	10,235,897
Unfunded actuarial accrued liability As a percentage of covered payroll	<u>14.76%</u>

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information (only two years available) that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

Significant methods and assumptions were as follows:

Actuarial valuation date	January 1, 2014
Actuarial cost method	Entry age normal
Amortization method	Level dollar
Remaining amortization period	30 years
Actuarial assumptions:	
Investment rate of return	4.0%
Projected salary increases	N/A
Healthcare inflation rate	4.0% - 9.0%

## Notes to Financial Statements

June 30, 2016

### NOTE 13 – ADJUSTMENT TO BEGINNING NET POSITION

During the year ended June 30, 2016, the School Department identified additional private purpose trust funds, which are held by local investment firms, and are for the purpose of providing scholarships to the School Department's students. The adjustment to beginning net position is as follows:

Beginning net position as previously reported	\$ 999,829
Additional funds	<u>1,286,211</u>
Beginning net position as restated	<u>\$ 2,286,040</u>

### NOTE 14 – SUBSEQUENT EVENT

On March 31, 2016, the School Department is authorized to borrow \$22 million in a bond anticipation note from Bangor Savings Bank. The interest rate is 1.08% and the principal balance is due on January 20, 2017. The approved total project cost for the new high school and regional technical center is \$102.7 million. Construction began in May 2016 and approximately \$8.2 million has been spent to date including the purchase of land.

## Required Supplementary Information

June 30, 2016

### Schedule of Funding Progress Other Post-Employment Benefits

Fiscal Year	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
2009	1/1/09	\$ -	\$ 2,107,460	\$ 2,107,460	0.00%	\$9,432,963	22.34%
2010	1/1/09		2,107,460	2,107,460	0.00%	9,473,582	22.25%
2011	1/1/11		2,057,933	2,057,933	0.00%	9,392,596	21.91%
2012	1/1/11		2,057,933	2,057,933	0.00%	9,350,059	22.00%
2013	1/1/11		2,057,933	2,057,933	0.00%	9,457,787	21.76%
2014	1/1/14		1,510,811	1,510,811	0.00%	9,579,591	15.77%
2015	1/1/14		1,510,811	1,510,811	0.00%	9,723,058	15.54%
2016	1/1/14		1,510,811	1,510,811	0.00%	10,235,897	14.76%

**City of Sanford, Maine**  
**Schedule of Proportionate Share of the Net Pension Liability**  
**Maine Public Employees Retirement System**  
**June 30, 2016**

**Teacher Plan**

Year Ended	Valuation Date	City Proportion of the Net Pension Liability	City Proportionate Share of the Net Pension Liability	State's Proportionate Share of the Net Pension Liability	Total Net Pension Liability	Covered Employee Payroll	City Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
June 30, 2016	June 30, 2015	0.11%	\$ 1,421,755	\$ 20,122,264	\$ 21,544,019	\$ 19,068,408	7.46%	81.18%
June 30, 2015	June 30, 2014	0.11%	\$ 1,227,763	\$ 16,583,886	\$ 17,811,649	\$ 18,348,011	6.69%	84.04%

**PLD Plan**

Year Ended	Valuation Date	Proportion of the Net Pension Liability	Proportionate Share of the Net Pension Liability	Covered Employee Payroll	Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
June 30, 2016	June 30, 2015	2.60%	\$ 8,301,825	\$ 8,745,351	95%	88.27%
June 30, 2015	June 30, 2014	2.77%	\$ 4,258,929	\$ 8,630,045	49%	94.10%



**City of Sanford, Maine  
Schedule of Contributions  
Maine Public Employees Retirement System  
June 30, 2016**

**Teachers Plan**

Year Ended	Valuation Date	Contractually Required Contribution	Contributions Relative to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
June 30, 2016	June 30, 2015	\$ 790,776	\$ 790,776	\$ -	\$ 19,068,408	4.15%
June 30, 2015	June 30, 2014	\$ 649,160	\$ 649,160	\$ -	\$ 18,348,011	3.54%

**PLD Plan**

Year Ended	Valuation Date	Contractually Required Contribution	Contributions Relative to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
June 30, 2016	June 30, 2015	\$ 1,136,882	\$ 1,136,882	\$ -	\$ 8,745,351	13.00%
June 30, 2015	June 30, 2014	\$ 1,036,776	\$ 1,036,776	\$ -	\$ 8,630,045	12.01%

## Independent Auditors' Report on Additional Information

City Council  
City of Sanford, Maine

We have audited the financial statements of the City of Sanford, Maine as of and for the year ended June 30, 2016, and our report thereon, dated December 13, 2016, which expressed an unmodified opinions on those financial statements, appears on pages 1 and 2. Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying schedules on pages 47 through 77 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Macpage LLC*

South Portland, Maine  
December 13, 2016

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### Macpage LLC

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**City of Sanford, Maine  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2016**

	<b>Special Revenue Funds</b>	<b>Capital Project Funds</b>	<b>Permanent Funds</b>	<b>Total Other Governmental Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,078,181	\$ 855,906	\$ 554,293	\$ 5,488,380
Investments			645,217	645,217
Accounts and intergovernmental receivable	391,608			391,608
Interfund loans	792,841			792,841
Inventory	18,854			18,854
Land (held for investment)			109,500	109,500
<b>Total assets</b>	<b>5,281,484</b>	<b>855,906</b>	<b>1,309,010</b>	<b>7,446,400</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Deficit cash	745,427	55,015		800,442
Accrued payroll	424,109			424,109
Interfund loans	1,864,402	799,231	\$ 311,462	2,975,095
<b>Total liabilities</b>	<b>3,033,938</b>	<b>854,246</b>	<b>311,462</b>	<b>4,199,646</b>
Fund balances (deficit):				
Nonspendable	18,854		115,500	134,354
Restricted	2,675,355	43,077	882,048	3,600,480
Committed		15,749		15,749
Unassigned	(446,663)	(57,166)		(503,829)
<b>Total fund balances</b>	<b>2,247,546</b>	<b>1,660</b>	<b>997,548</b>	<b>3,246,754</b>
<b>Total liabilities and fund balances</b>	<b>\$ 5,281,484</b>	<b>\$ 855,906</b>	<b>\$ 1,309,010</b>	<b>\$ 7,446,400</b>

**City of Sanford, Maine**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the year ended June 30, 2016**

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Other Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 684,392			\$ 684,392
Intergovernmental	4,455,834	\$ 263,185		4,719,019
Donations			\$ 41,472	41,472
Interest earned	3,627		8,846	12,473
Other revenue	1,284,639			1,284,639
<b>Total revenues</b>	<b>6,428,492</b>	<b>263,185</b>	<b>50,318</b>	<b>6,741,995</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	821,786			821,786
Public services	34,807		43,941	78,748
Public safety	24,957			24,957
Public works	146,357			146,357
Education	5,549,761			5,549,761
Capital expenditures		532,885		532,885
<b>Total expenditures</b>	<b>6,577,668</b>	<b>532,885</b>	<b>43,941</b>	<b>7,154,494</b>
Deficiency of revenues over expenditures	(149,176)	(269,700)	6,377	(412,499)
<b>Other financing sources (uses):</b>				
Transfers in	39,911	22,970		62,881
Transfers out			(4,151)	(4,151)
<b>Total other financing sources (uses)</b>	<b>39,911</b>	<b>22,970</b>	<b>(4,151)</b>	<b>58,730</b>
<b>Net change in fund balances</b>	<b>(109,265)</b>	<b>(246,730)</b>	<b>2,226</b>	<b>(353,769)</b>
Fund balances, beginning of year, as restated	2,356,811	248,390	995,322	3,600,523
<b>Fund balances, end of year</b>	<b>\$ 2,247,546</b>	<b>\$ 1,660</b>	<b>\$ 997,548</b>	<b>\$ 3,246,754</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**General Government - Federal and State**  
**June 30, 2016**

	2042 KKW	2126 Workforce Development Grant	2130 Tourism Development	2132 2014 MEA Grant	2134 FEMA 4208 DR	2135 Trails Development Urban Forestry	2138 SCASDP Grant Airport	<b>Totals</b>
<b>ASSETS</b>								
Cash and cash equivalents	\$ 73,997	\$ 18,400	\$ 25,875	\$ 101,000	\$ 103,150	\$ 40,030		\$ 362,452
Accounts receivable					20,630			20,630
<b>Total assets</b>	<b>73,997</b>	<b>18,400</b>	<b>25,875</b>	<b>101,000</b>	<b>123,780</b>	<b>40,030</b>		<b>383,082</b>
<b>LIABILITIES AND FUND BALANCES</b>								
Liabilities:								
Deficit cash								
Interfund loans payable	41,921	18,400	25,887	101,000		6,088	\$ 32,505	225,801
Total liabilities	41,921	18,400	25,887	101,000		6,088	32,505	225,801
Fund balances:								
Restricted	32,076				123,780	33,942		189,798
Unassigned			(12)				(32,505)	(32,517)
Total fund balances (deficit)	32,076		(12)		123,780	33,942	(32,505)	157,281
<b>Total liabilities and fund balances</b>	<b>\$ 73,997</b>	<b>\$ 18,400</b>	<b>\$ 25,875</b>	<b>\$ 101,000</b>	<b>\$ 123,780</b>	<b>\$ 40,030</b>	<b>\$ -</b>	<b>\$ 383,082</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**General Government - Other Programs**  
**June 30, 2015**

	2002 Rainbow Rug TIF	2003 US Felt TIF	2007 Rt 109 Downtown TIF	2008 Central Tire TIF	2009 Village Green TIF	2010 Sanford Institute for Savings TIF	2011 RUBB TIF	2012 Kennedy Center TIF	2013 SPH, LLC TIF	2014 Mill Development TIF
<b>ASSETS</b>										
Cash and cash equivalents	\$ 150,163	\$ 2,588	\$ 618,292	\$ 38,858	\$ 21,144	\$ 92,119	\$ 69,064	\$ 20,008	\$ 103,648	\$ 122,623
<b>Total Assets</b>	<b>150,163</b>	<b>2,588</b>	<b>618,292</b>	<b>38,858</b>	<b>21,144</b>	<b>92,119</b>	<b>69,064</b>	<b>20,008</b>	<b>103,648</b>	<b>122,623</b>
<b>LIABILITIES AND FUND BALANCES</b>										
Liabilities:										
Deficit Cash										
Interfund loans payable	148,444		228,000	26,371	15,840	43,844	37,837	20,008	49,450	114,277
<b>Total Liabilities</b>	<b>148,444</b>		<b>228,000</b>	<b>26,371</b>	<b>15,840</b>	<b>43,844</b>	<b>37,837</b>	<b>20,008</b>	<b>49,450</b>	<b>114,277</b>
Fund balances:										
Restricted	1,719	2,588	390,292	12,487	5,304	48,275	31,227		54,198	8,346
Unassigned										
<b>Total fund balances (deficit)</b>	<b>1,719</b>	<b>2,588</b>	<b>390,292</b>	<b>12,487</b>	<b>5,304</b>	<b>48,275</b>	<b>31,227</b>		<b>54,198</b>	<b>8,346</b>
<b>Total liabilities and fund balances</b>	<b>\$ 150,163</b>	<b>\$ 2,588</b>	<b>\$ 618,292</b>	<b>\$ 38,858</b>	<b>\$ 21,144</b>	<b>\$ 92,119</b>	<b>\$ 69,064</b>	<b>\$ 20,008</b>	<b>\$ 103,648</b>	<b>\$ 122,623</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**General Government - Other Programs**  
**June 30, 2016**

	2015	2020	2116	2118	2121	2123	2124	2131	2133	2281	2137	2139	
	New England	Impact	Tax Acquired	Central Maine	Emerson	Seasonal	Roosevelt	Goodall Park	City	School	Legal	Dam	
	Truck Tire	Fees	Property	Power	School	Decorations	School	100 Year	Unemployment	Unemployment	Reserve	Coalition	
	TIF		Remediation	Company				Anniversary	Compensation	Compensation			<b>Totals</b>
<b>ASSETS</b>													
Cash and cash equivalents	\$ 16,519	\$ 247,800	\$ 114,773	\$ 35,000		\$ 20,611		\$ 1,185	\$ 95,354	\$ 117,723	\$ 27,210	15,620	\$ 1,930,302
<b>Total Assets</b>	<b>16,519</b>	<b>247,800</b>	<b>114,773</b>	<b>35,000</b>		<b>20,611</b>		<b>1,185</b>	<b>95,354</b>	<b>117,723</b>	<b>27,210</b>	<b>15,620</b>	<b>1,930,302</b>
<b>LIABILITIES AND FUND BALANCES</b>													
Liabilities:													
Deficit Cash					\$ 5,548		\$ 834						6,382
Interfund loans payable	6,431		8,914		6,682	13,335	1,516	2,308				3,585	726,842
<b>Total Liabilities</b>	<b>6,431</b>		<b>8,914</b>		<b>12,230</b>	<b>13,335</b>	<b>2,350</b>	<b>2,308</b>				<b>3,585</b>	<b>733,224</b>
Fund balances:													
Restricted	10,088	247,800	105,859	35,000		7,276			95,354	117,723	27,210	12,035	1,212,781
Unassigned					(12,230)		(2,350)	(1,123)					(15,703)
<b>Total fund balances (deficit)</b>	<b>10,088</b>	<b>247,800</b>	<b>105,859</b>	<b>35,000</b>	<b>(12,230)</b>	<b>7,276</b>	<b>(2,350)</b>	<b>(1,123)</b>	<b>95,354</b>	<b>117,723</b>	<b>27,210</b>	<b>12,035</b>	<b>1,197,078</b>
<b>Total liabilities and fund balances</b>	<b>\$ 16,519</b>	<b>\$ 247,800</b>	<b>\$ 114,773</b>	<b>\$ 35,000</b>	<b>\$ -</b>	<b>\$ 20,611</b>	<b>\$ -</b>	<b>\$ 1,185</b>	<b>\$ 95,354</b>	<b>\$ 117,723</b>	<b>\$ 27,210</b>	<b>\$ 15,620</b>	<b>\$ 1,930,302</b>

**City of Sanford, Maine  
Nonmajor Special Revenue Funds  
Combining Balance Sheet  
Public Service  
June 30, 2016**

	2115 Gateway Park	2127 International Film Festival	2119 Village of Springvale Improve Committee	2080 Teen Center	2084 Airport Open House	2090 Imelda's Fund	2091 Clean up Day	2114 Ollie Fund Skate Park	<b>Totals</b>
<b>ASSETS</b>									
Cash and cash equivalents	\$ 437,524	\$ 15,969	\$ 16,945	\$ 7,164	\$ 13,871	\$ 10,583	\$ 98	\$ 5,000	\$ 507,154
<b>Total Assets</b>	<b>437,524</b>	<b>15,969</b>	<b>16,945</b>	<b>7,164</b>	<b>13,871</b>	<b>10,583</b>	<b>98</b>	<b>5,000</b>	<b>507,154</b>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Deficit cash									
Interfund loans payable	435,234	15,969	8,982	1,518	5,209	5,833			472,745
<b>Total Liabilities</b>	<b>435,234</b>	<b>15,969</b>	<b>8,982</b>	<b>1,518</b>	<b>5,209</b>	<b>5,833</b>			<b>472,745</b>
Fund balances:									
Restricted	2,290		7,963	5,646	8,662	4,750	98	5,000	34,409
Unassigned									
<b>Total fund balances (deficit)</b>	<b>2,290</b>		<b>7,963</b>	<b>5,646</b>	<b>8,662</b>	<b>4,750</b>	<b>98</b>	<b>5,000</b>	<b>34,409</b>
<b>Total liabilities and fund balances</b>	<b>\$ 437,524</b>	<b>\$ 15,969</b>	<b>\$ 16,945</b>	<b>\$ 7,164</b>	<b>\$ 13,871</b>	<b>\$ 10,583</b>	<b>\$ 98</b>	<b>\$ 5,000</b>	<b>\$ 507,154</b>



**City of Sanford, Maine**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**Education**  
**June 30, 2016**

	2201 Wellness Team	2202 E-Rate	2203 Industrial Tech Sending School	2204 Melmac Grant	2205 Lucy Emery Funds	2206 Eco Maine	2208 Remax Hometown Agency	2209 Efficiency Maine	2210 Kids Club	2211 Lafayette Local Funds	2215 Let's Go Grant	2216 CAPCO Grant	2217 ING Unsung Heroes	2218 Junior High Local Funds
<b>ASSETS</b>														
Cash and cash equivalents	\$ 69	\$ 118,506	\$ 227,000		\$ 3,580	\$ 2,299	\$ 1,125				\$ 47			\$ 771
Accounts receivable						0								
Interfund loans receivable		195,473	102,971	\$ 20,930				\$ 18,472	\$ 6,833	\$ 775		\$ 1,804	\$ 1,451	2,119
Inventory														
<b>Total Assets</b>	<b>69</b>	<b>313,979</b>	<b>329,971</b>	<b>20,930</b>	<b>3,580</b>	<b>2,299</b>	<b>1,125</b>	<b>18,472</b>	<b>6,833</b>	<b>775</b>	<b>47</b>	<b>1,804</b>	<b>1,451</b>	<b>2,890</b>
<b>LIABILITIES AND FUND BALANCES</b>														
Liabilities:														
Deficit Cash				20,929				18,472	6,833	775		1,804	1,196	
Accounts payable														
Accrued Payroll														
Interfund loans payable														
<b>Total Liabilities</b>				<b>20,929</b>				<b>18,472</b>	<b>6,833</b>	<b>775</b>		<b>1,804</b>	<b>1,196</b>	
Fund balances:														
Restricted	69	313,979	329,971	1	3,580	2,299	1,125				47		255	2,890
Unassigned														
<b>Total fund balances (deficit)</b>	<b>69</b>	<b>313,979</b>	<b>329,971</b>	<b>1</b>	<b>3,580</b>	<b>2,299</b>	<b>1,125</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>47</b>	<b>-</b>	<b>255</b>	<b>2,890</b>
<b>Total liabilities and fund balances</b>	<b>\$ 69</b>	<b>\$ 313,979</b>	<b>\$ 329,971</b>	<b>\$ 20,930</b>	<b>\$ 3,580</b>	<b>\$ 2,299</b>	<b>\$ 1,125</b>	<b>\$ 18,472</b>	<b>\$ 6,833</b>	<b>\$ 775</b>	<b>\$ 47</b>	<b>\$ 1,804</b>	<b>\$ 1,451</b>	<b>\$ 2,890</b>

**City of Sanford, Maine  
Nonmajor Governmental Funds  
Combining Balance Sheet  
Education  
June 30, 2016**

	2222 Target Media Grant	2223 Building Assets Reducing Risk	2224 Smart Grant	2228 Partners in Arts & Learning	2233 Lighthouse Grant	2238 College Transition	2239 Title IA	2249 MaineCare	2252 IDEA Grant - Local Entitlement	2253 ECT Grant (Preschool)	2258 21st Century
<b>ASSETS</b>											
Cash and cash equivalents		\$ 46,713	\$ 12			\$ 12,675		\$ 23,088	\$ 7,527		
Accounts receivable							\$ 68,309	10,311	71,650	\$ 1,657	\$ 23,438
Interfund loans receivable	\$ 499				\$ 132		64,506	49,692		15,306	907
Inventory											
<b>Total Assets</b>	<b>499</b>	<b>46,713</b>	<b>12</b>		<b>132</b>	<b>12,675</b>	<b>132,815</b>	<b>83,091</b>	<b>79,177</b>	<b>16,963</b>	<b>24,345</b>
<b>LIABILITIES AND FUND BALANCES</b>											
Liabilities:											
Deficit Cash	204				132		141,819			19,366	19,858
Accounts payable											
Accrued Payroll						684	150,024	27,924	129,616	2,933	4,486
Interfund loans payable		46,713				3			82,713		
<b>Total Liabilities</b>	<b>204</b>	<b>46,713</b>			<b>132</b>	<b>687</b>	<b>291,843</b>	<b>27,924</b>	<b>212,329</b>	<b>22,299</b>	<b>24,344</b>
Fund balances:											
Restricted	295		12			11,988		55,167			1
Unassigned							(159,028)		(133,152)	(5,336)	
<b>Total fund balances (deficit)</b>	<b>295</b>		<b>12</b>			<b>11,988</b>	<b>(159,028)</b>	<b>55,167</b>	<b>(133,152)</b>	<b>(5,336)</b>	<b>1</b>
<b>Total liabilities and fund balances</b>	<b>\$ 499</b>	<b>\$ 46,713</b>	<b>\$ 12</b>	<b>\$ -</b>	<b>\$ 132</b>	<b>\$ 12,675</b>	<b>\$ 132,815</b>	<b>\$ 83,091</b>	<b>\$ 79,177</b>	<b>\$ 16,963</b>	<b>\$ 24,345</b>

**City of Sanford, Maine  
Nonmajor Governmental Funds  
Combining Balance Sheet  
Education  
June 30, 2016**

	2261 Title III - English Language Acquisition	2262 Title IIA - Teacher Quality	2266 Nellie Mae Grant	2268 Title IC - Perkins	2269 Adult Basic Education	2270 ARRA Jobs	2271 Health Insurance Premiums Pass-through	2272 Corning Grant	2273 SHS iPad Program	2274 Wal-Mart Foundation
<b>ASSETS</b>										
Cash and cash equivalents	\$ 716					\$ 912	\$ 117	\$ 3,936	\$ 47,562	\$ 2
Accounts receivable		\$ 5,941	\$ 100,000	\$ 35,590	\$ 2,167					
Interfund loans receivable		273,897	11,236		25,838					
Inventory										
<b>Total Assets</b>	<b>716</b>	<b>279,838</b>	<b>111,236</b>	<b>35,590</b>	<b>28,005</b>	<b>912</b>	<b>117</b>	<b>3,936</b>	<b>47,562</b>	<b>2</b>
<b>LIABILITIES AND FUND BALANCES</b>										
Liabilities:										
Deficit Cash		310,052	68,996	35,503	28,352					
Accounts payable										
Accrued payroll		18,627	41,263	4,750	48					
Interfund loans payable	717					912				
<b>Total Liabilities</b>	<b>717</b>	<b>328,679</b>	<b>110,259</b>	<b>40,253</b>	<b>28,400</b>	<b>912</b>	<b>-</b>			
Fund balances:										
Restricted			977				117	3,936	47,562	2
Unassigned	(1)	(48,841)		(4,663)	(395)					
<b>Total fund balances (deficit)</b>	<b>(1)</b>	<b>(48,841)</b>	<b>977</b>	<b>(4,663)</b>	<b>(395)</b>		<b>117</b>	<b>3,936</b>	<b>47,562</b>	<b>2</b>
<b>Total liabilities and fund balances</b>	<b>\$ 716</b>	<b>\$ 279,838</b>	<b>\$ 111,236</b>	<b>\$ 35,590</b>	<b>\$ 28,005</b>	<b>\$ 912</b>	<b>\$ 117</b>	<b>\$ 3,936</b>	<b>\$ 47,562</b>	<b>\$ 2</b>

**City of Sanford, Maine**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**Education**  
**June 30, 2016**

	2275	2277	2279	2280	2283	2284	2285	2286	2287	5000	
	Trans	Genest	SHS	FAA	PreSchool	School	School	School	School National	School	
	Grant	Foundation	Local	Dept.	Expansion	PEPG	John T. Gormar	Assistance	Board	Cafeteria	
	Proficiency	Grant	Funds	of Arg.	Grant	Grant	Foundation	Teams	Certification		<b>Totals</b>
<b>ASSETS</b>											
Cash and cash equivalents	\$ 33,499	\$ 6,352	\$ 725	\$ 330		\$ 4,600	\$ 10,000	\$ 600	\$ 1,900	\$ 346,212	\$ 900,875
Accounts receivable					\$ 51,835					80	370,978
Interfund loans receivable											792,841
Inventory										18,854	18,854
<b>Total Assets</b>	<b>33,499</b>	<b>6,352</b>	<b>725</b>	<b>330</b>	<b>51,835</b>	<b>4,600</b>	<b>10,000</b>	<b>600</b>	<b>1,900</b>	<b>365,146</b>	<b>2,083,548</b>
<b>LIABILITIES AND FUND BALANCES</b>											
Liabilities:											
Deficit Cash					64,754						739,045
Accounts payable											-
Accrued Payroll					34,108					9,646	424,109
Interfund loans payable										8,141	139,199
<b>Total Liabilities</b>					<b>98,862</b>					<b>17,787</b>	<b>1,302,353</b>
Fund balances:											
Restricted	33,499	6,352	725	330		4,600	10,000	600	1,900	347,359	1,179,638
Unassigned					(47,027)						(398,443)
<b>Total fund balances (deficit)</b>	<b>33,499</b>	<b>6,352</b>	<b>725</b>	<b>330</b>	<b>(47,027)</b>	<b>4,600</b>	<b>10,000</b>	<b>600</b>	<b>1,900</b>	<b>347,359</b>	<b>781,195</b>
<b>Total liabilities and fund balances</b>	<b>\$ 33,499</b>	<b>\$ 6,352</b>	<b>\$ 725</b>	<b>\$ 330</b>	<b>\$ 51,835</b>	<b>\$ 4,600</b>	<b>\$ 10,000</b>	<b>\$ 600</b>	<b>\$ 1,900</b>	<b>\$ 365,146</b>	<b>\$ 2,083,548</b>

**City of Sanford, Maine  
Nonmajor Special Revenue Funds  
Combining Balance Sheet  
Public Safety  
June 30, 2015**

	2053 Seized Assets	2064 Homeland Security	2075 Home Fire Sprinkler Coalition	2078 2012 JAG Program	2105 Firearms Range	2106 SPD Training	2111 Smoke Detector Program	2122 Edward Byrne Memorial Justice	2128 2014 JAG Program	<b>Totals</b>
<b>ASSETS</b>										
Cash and cash equivalents	\$ 16,716	\$ 5,467	\$ 1,500	\$ 11,971	\$ 5,419	\$ 2,935	\$ 3,096	\$ 19,238	\$ 12,747	\$ 79,089
<b>Total Assets</b>	<b>16,716</b>	<b>5,467</b>	<b>1,500</b>	<b>11,971</b>	<b>5,419</b>	<b>2,935</b>	<b>3,096</b>	<b>19,238</b>	<b>12,747</b>	<b>79,089</b>
<b>LIABILITIES AND FUND BALANCES</b>										
Liabilities:										
Deficit Cash										
Interfund loans payable	16,716	5,467		11,971		150	1,474	19,238	9,835	64,851
<b>Total Liabilities</b>	<b>16,716</b>	<b>5,467</b>		<b>11,971</b>		<b>150</b>	<b>1,474</b>	<b>19,238</b>	<b>9,835</b>	<b>64,851</b>
Fund balances:										
Nonspendable										
Restricted			1,500		5,419	2,785	1,622		2,912	14,238
Unassigned										
<b>Total fund balances (deficit)</b>			<b>1,500</b>		<b>5,419</b>	<b>2,785</b>	<b>1,622</b>		<b>2,912</b>	<b>14,238</b>
<b>Total liabilities and fund balances</b>	<b>\$ 16,716</b>	<b>\$ 5,467</b>	<b>\$ 1,500</b>	<b>\$ 11,971</b>	<b>\$ 5,419</b>	<b>\$ 2,935</b>	<b>\$ 3,096</b>	<b>\$ 19,238</b>	<b>\$ 12,747</b>	<b>\$ 79,089</b>

**City of Sanford, Maine  
Nonmajor Special Revenue Funds  
Combining Balance Sheet  
Public Works  
June 30, 2016**

	2098 FEMA 1920 Disaster Recovery	2100 Browfields Area Planning	2108 Brownfields Assessment	2109 Brownfields Mill Clean up	2117 FEMA 4108 Disaster Recovery	<b>Totals</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 92,999	2,036	\$ 116,017	\$ 44,099	\$ 43,158	\$ 298,309
<b>Total Assets</b>	<b>92,999</b>	<b>2,036</b>	<b>116,017</b>	<b>44,099</b>	<b>43,158</b>	<b>298,309</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Deficit Cash						
Interfund loans payable	72,817	2,036	116,012	44,099		234,964
<b>Total Liabilities</b>	<b>72,817</b>	<b>2,036</b>	<b>116,012</b>	<b>44,099</b>		<b>234,964</b>
Fund balances:						
Nonspendable						
Restricted	20,182		5		43,158	63,345
Unassigned						
<b>Total fund balances (deficit)</b>	<b>20,182</b>		<b>5</b>		<b>43,158</b>	<b>63,345</b>
<b>Total liabilities and fund balances</b>	<b>\$ 92,999</b>	<b>\$ 2,036</b>	<b>\$ 116,017</b>	<b>\$ 44,099</b>	<b>\$ 43,158</b>	<b>\$ 298,309</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Government - Federal and State**  
**For the Year Ended June 30, 2016**

	2042	2126	2130	2132	2134	2135	2138	
		Workforce	Tourism	2014	FEMA	Trails	SCASDP	
	KKW	Development	Development	MEA	4208	Development	Grant	
			Grant	Grant	DR	Urban Forestry	Airport	<b>Totals</b>
General Government								
Revenues:								
Intergovernmental		\$ 12,000		\$ 51,929	\$ 123,780			\$ 187,709
Other	\$ 12,246		\$ 875			\$ 7,153		20,274
<b>Total revenues</b>	<b>12,246</b>	<b>12,000</b>	<b>875</b>	<b>51,929</b>	<b>123,780</b>	<b>7,153</b>		<b>207,983</b>
Expenditures:								
Expenses	41,921	12,000	3,333	52,001		6,467	32,505	148,227
<b>Total expenditures</b>	<b>41,921</b>	<b>12,000</b>	<b>3,333</b>	<b>52,001</b>		<b>6,467</b>	<b>32,505</b>	<b>148,227</b>
Excess (deficiency) of revenues over (under) expenditures	(29,675)		(2,458)	(72)	123,780	686	(32,505)	59,756
Other financing sources (uses):								
Transfers in						31,300		31,300
Transfers out								
<b>Total other financing sources (uses)</b>						<b>31,300</b>		<b>31,300</b>
Net change in fund balances	(29,675)		(2,458)	(72)	123,780	31,986	(32,505)	91,056
Fund balances (deficit), beginning of year	61,751		2,446	72		1,956		66,225
<b>Fund balances (deficit), end of year</b>	<b>\$ 32,076</b>	<b>\$ -</b>	<b>\$ (12)</b>	<b>\$ -</b>	<b>\$ 123,780</b>	<b>\$ 33,942</b>	<b>\$ (32,505)</b>	<b>\$ 157,281</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Government - Other Programs**  
**For the Year Ended June 30, 2015**

	2002 Rainbow Rug TIF	2003 US Felt TIF	2007 Rt 109 Downtown TIF	2008 Central Tire TIF	2009 Village Green TIF	2010 Sanford Institute for Savings TIF	2011 RUBB TIF	2012 Kennedy Center TIF	2013 SPH, LLC TIF	2014 Mill Development TIF
Revenues:										
Taxes	\$ 88,160	\$ (36,360)	\$ 403,220	\$ 25,786	\$ 10,487	\$ 43,676	\$ 24,812	\$ 9,874	\$ 44,784	\$ 64,449
Interest earned	48	142	1,238	129	20	233	134		218	33
Other										
Total revenues	88,208	(36,218)	404,458	25,915	10,507	43,909	24,946	9,874	45,002	64,482
Expenditures:										
Expenses	94,937	24,547	284,533	42,893	7,865	32,917	18,608	9,874	24,880	61,226
Total expenditures	94,937	24,547	284,533	42,893	7,865	32,917	18,608	9,874	24,880	61,226
Excess (deficiency) of revenues over (under) expenditures	(6,729)	(60,765)	119,925	(16,978)	2,642	10,992	6,338		20,122	3,256
Other financing sources (uses):										
Transfers in										
Transfers out										
Total other financing sources (uses)										
Net change in fund balances	(6,729)	(60,765)	119,925	(16,978)	2,642	10,992	6,338		20,122	3,256
Fund balances (deficit), beginning of year	8,448	63,353	270,367	29,465	2,662	37,283	24,889		34,076	5,090
<b>Fund balances (deficit), end of year</b>	<b>\$ 1,719</b>	<b>\$ 2,588</b>	<b>\$ 390,292</b>	<b>\$ 12,487</b>	<b>\$ 5,304</b>	<b>\$ 48,275</b>	<b>\$ 31,227</b>	<b>\$ -</b>	<b>\$ 54,198</b>	<b>\$ 8,346</b>



**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**General Government - Other Programs**  
**For the Year Ended June 30, 2016**

	2015 New England Truck Tire TIF	2020 Impact Fees	2116 Tax Acquired Property Remediation	2118 Central Maine Power Company	2121 Emerson School	2123 Seasonal Decorations	2124 Roosevelt School	2131 Goodall Park 100 Year Anniversary	City Unemployment Compensation	School Unemployment Compensation	2137 Legal Reserve	2139 Dam Coalition	Totals
Revenues:													
Taxes	\$ 5,504												\$ 684,392
Interest earned	42								\$ 802	\$ 588			3,627
Other			\$ 22,447			\$ 12,000		\$ 105	45,517	39,778		\$ 15,620	135,467
Total revenues	5,546		22,447			12,000		105	46,319	40,366		15,620	823,486
Expenditures:													
Expenses	2,752		5,243		\$ 1,760	13,335	\$ 1,005		22,255	18,554	2,790	3,585	673,559
Total expenditures	2,752		5,243		1,760	13,335	1,005		22,255	18,554	2,790	3,585	673,559
Excess (deficiency) of revenues over (under) expenditures	2,794		17,204		(1,760)	(1,335)	(1,005)	105	24,064	21,812	(2,790)	12,035	149,927
Other financing sources (uses):													
Transfers in													8,611
Transfers out													
Total other financing sources (uses)													8,611
Net change in fund balances	2,794		17,204		(1,760)	7,276	(1,005)	105	24,064	21,812	(2,790)	12,035	158,538
Fund balances (deficit), beginning of year	7,294	247,800	88,655	35,000	(10,470)		(1,345)	(1,228)	71,290	95,911	30,000		1,038,540
<b>Fund balances (deficit), end of year</b>	<b>\$ 10,088</b>	<b>\$ 247,800</b>	<b>\$ 105,859</b>	<b>\$ 35,000</b>	<b>\$ (12,230)</b>	<b>\$ 7,276</b>	<b>\$ (2,350)</b>	<b>\$ (1,123)</b>	<b>\$ 95,354</b>	<b>\$ 117,723</b>	<b>\$ 27,210</b>	<b>\$ 12,035</b>	<b>\$ 1,197,078</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Public Service**  
**For the Year Ended June 30, 2016**

	2115 Gateway Park	2127 International Film Festival	2119 Village of Springvale Improve Committee	2080 Teen Center	2084 Airport Open House	2090 Imelda's Fund	2091 Clean up Day	2114 Ollie Fund Skate Park	Totals
Revenues:									
Intergovernmental									
Interest earned									
Other	\$ 1,600	\$ 5,566	\$ 3,500		\$ 5,000	\$ 3,902			\$ 19,568
Total revenues	1,600	5,566	3,500		5,000	3,902			19,568
Expenditures:									
Expenses	24,637	6,031	0	\$ 1,518	150	2,471			34,807
Total expenditures	24,637	6,031	0	1,518	150	2,471			34,807
Excess (deficiency) of revenues over (under) expenditures	(23,037)	(465)	3,500	(1,518)	4,850	1,431			(15,239)
Other financing sources (uses):									
Transfers in									-
Transfers out									-
Total other financing sources (uses)									-
Net change in fund balances	(23,037)	(465)	3,500	(1,518)	4,850	1,431			(15,239)
Fund balances (deficit), beginning of year	25,327	465	4,463	7,164	3,812	3,319	\$ 98	\$ 5,000	49,648
<b>Fund balances (deficit), end of year</b>	<b>\$ 2,290</b>	<b>\$ -</b>	<b>\$ 7,963</b>	<b>\$ 5,646</b>	<b>\$ 8,662</b>	<b>\$ 4,750</b>	<b>\$ 98</b>	<b>\$ 5,000</b>	<b>\$ 34,409</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Education**  
**For the Year Ended June 30, 2016**

	2201 Wellness Team	2202 E-Rate	2203 Industrial Tech Sending School	2204 Melmac Grant	2205 Lucy Emery Funds	2206 Eco Maine	2208 Remax Hometown Agency	2209 Efficiency Maine	2210 Kids Club	2211 Lafayette Local Funds	2215 Let's Go Grant	2216 CAPCO Grant	2217 ING Unsung Heroes	2218 Junior High Local Funds
Revenues:														
Intergovernmental		\$ 76,031	\$ 176,763											
Other					\$ 1,240	\$ 2,873			\$ 8,445					\$ 5,500
<b>Total revenues</b>		<b>76,031</b>	<b>176,763</b>		<b>1,240</b>	<b>2,873</b>			<b>8,445</b>					<b>5,500</b>
Expenditures:														
Expenses	\$ 25	18,948	69,163			1,158			45,446					5,544
<b>Total expenditures</b>	<b>25</b>	<b>18,948</b>	<b>69,163</b>			<b>1,158</b>			<b>45,446</b>					<b>5,544</b>
Excess (deficiency) of revenues over (under) expenditures	(25)	57,083	107,600		1,240	1,715			(37,001)					(44)
Other financing sources (uses):														
Transfers in														
Transfers out														
<b>Total other financing sources (uses)</b>														
Net change in fund balances	(25)	57,083	107,600		1,240	1,715			(37,001)					(44)
Fund balances, beginning of year	94	256,896	222,371	\$ 1	2,340	584	\$ 1,125		37,001		\$ 47		255	2,934
<b>Fund balances (deficit), end of year</b>	<b>\$ 69</b>	<b>\$ 313,979</b>	<b>\$ 329,971</b>	<b>\$ 1</b>	<b>\$ 3,580</b>	<b>\$ 2,299</b>	<b>\$ 1,125</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 47</b>	<b>\$ -</b>	<b>\$ 255</b>	<b>\$ 2,890</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Education**  
**For the Year Ended June 30, 2016**

	2222 Target Media Grant	2223 Building Assets Reducing Risk	2224 Smart Grant	2228 Partners in Arts & Learning	2233 Lighthouse Grant	2238 College Transition	2239 Title IA	2249 MaineCare	2252 IDEA Grant - Local Entitlement	2253 ECT Grant (Preschool)	2258 21st Century	2261 Title III - English Language Acquisition
Revenues:												
Intergovernmental			\$ 50,000			\$ 45,000	\$ 778,827	\$ 195,096	\$ 791,984	\$ 17,360	\$ 162,500	
Other				\$ 1,000								
			50,000	1,000		45,000	778,827	195,096	791,984	17,360	162,500	
Expenditures:												
Expenses			49,988	1,000		46,326	937,703	192,650	924,882	20,294	162,499	
			49,988	1,000		46,326	937,703	192,650	924,882	20,294	162,499	
Excess (deficiency) of revenues over (under) expenditures			12			(1,326)	(158,876)	2,446	(132,898)	(2,934)	1	
Other financing sources (uses):												
Transfers in												
Transfers out												
Net change in fund balances			12			(1,326)	(158,876)	2,446	(132,898)	(2,934)	1	
Fund balances (deficit), beginning of year	\$ 295					13,314	(152)	52,721	(254)	(2,402)		\$ (1)
<b>Fund balances (deficit), end of year</b>	<b>\$ 295</b>	<b>\$ -</b>	<b>\$ 12</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 11,988</b>	<b>\$ (159,028)</b>	<b>\$ 55,167</b>	<b>\$ (133,152)</b>	<b>\$ (5,336)</b>	<b>\$ 1</b>	<b>\$ (1)</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Nonmajor Special Revenues, Expenditures and Changes in Fund Balances**  
**Education**  
**For the Year Ended June 30, 2016**

	2262	2266	2268	2269	2271	2272	2273	2274
	Title IIA - Teacher Quality	Nellie Mae Grant	Title IC - Perkins	Adult Basic Education	Health Insurance Premiums Pass-through	Corning Grant	SHS iPad Program	Wal-Mart Foundation
Revenues:								
Intergovernmental	\$ 143,018		\$ 154,503	\$ 47,064				
Other		\$ 400,000			\$ 280	\$ 4,000	\$ 32,336	
	143,018	400,000	154,503	47,064	280	4,000	32,336	
Expenditures:								
Expenses	191,860	400,000	159,166	47,460		6,505	31,257	\$ 18
	191,860	400,000	159,166	47,460		6,505	31,257	18
Excess (deficiency) of revenues over (under) expenditures	(48,842)		(4,663)	(396)	280	(2,505)	1,079	(18)
Other financing sources (uses):								
Transfers in								
Transfers out								
Net change in fund balances	(48,842)		(4,663)	(396)	280	(2,505)	1,079	(18)
Fund balances (deficit), beginning of year	1	977		1	(163)	6,441	46,483	20
<b>Fund balances (deficit), end of year</b>	<b>\$ (48,841)</b>	<b>\$ 977</b>	<b>\$ (4,663)</b>	<b>\$ (395)</b>	<b>\$ 117</b>	<b>\$ 3,936</b>	<b>\$ 47,562</b>	<b>\$ 2</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Nonmajor Special Revenues, Expenditures and Changes in Fund Balances**  
**Education**  
**For the Year Ended June 30, 2016**

	2275	2277	2279	2280	2283	2284	2285	2286	2287	5000	
	Trans Grant Proficiency	Genest Foundation Grant	SHS Local Funds	FAA Dept. of Arg.	Maine PreSchool Expansion Grant	School PEPG Grant	School John T. Gorman Foundation	School Assistance Teams	School National Board Certification	School Cafeteria	<b>Totals</b>
Revenues:											
Intergovernmental										\$ 1,528,844	\$4,166,990
Other	\$ 35,745			\$ 2,700	\$ 592,851	\$ 4,600	\$ 10,000	\$ 600	\$ 1,900		1,104,070
	35,745			2,700	592,851	4,600	10,000	600	1,900	1,528,844	5,271,060
Expenditures:											
Expenses	32,765	\$ 23,648		2,370	639,878					1,539,208	5,549,761
	32,765	23,648		2,370	639,878					1,539,208	5,549,761
Excess (deficiency) of revenues over (under) expenditures	2,980	(23,648)		330	(47,027)	4,600	10,000	600	1,900	(10,364)	(278,701)
Other financing sources (uses):											
Transfers in											
Transfers out											
Net change in fund balances	2,980	(23,648)		330	(47,027)	4,600	10,000	600	1,900	(10,364)	(278,701)
Fund balances (deficit), beginning of year	30,519	30,000	\$ 725							357,723	1,059,896
<b>Fund balances (deficit), end of year</b>	<b>\$ 33,499</b>	<b>\$ 6,352</b>	<b>\$ 725</b>	<b>\$ 330</b>	<b>\$ (47,027)</b>	<b>\$ 4,600</b>	<b>\$ 10,000</b>	<b>\$ 600</b>	<b>\$ 1,900</b>	<b>\$ 347,359</b>	<b>\$ 781,195</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Public Safety**  
**For the Year Ended June 30, 2016**

	2053 Seized Assets	2064 Homeland Security	2075 Home Fire Sprinkler Coalition	2077 2011 JAG Program	2105 Firearms Range	2106 SPD Training	2111 Smoke Detector Program	2122 Edward Byrne Memorial Justice	2128 2014 JAG Program	Totals
Revenues:										
Intergovvern	\$ 1,402							\$ 2,280	\$ 10,011	\$ 13,693
Other					\$ 2,750	\$ 2,450	\$ 60			5,260
Total revenues	1,402				2,750	2,450	60	2,280	10,011	18,953
Expenditures:										
Expenses	1,232	\$ 5,467			8,232	59	1,384	1,522	7,061	24,957
Total expenditures	1,232	5,467			8,232	59	1,384	1,522	7,061	24,957
Excess (deficiency) of revenues over (under) expenditures	170	(5,467)			(5,482)	2,391	(1,324)	758	2,950	(6,004)
Other financing sources (uses):										
Transfers in										
Bond Proceeds										
Transfers out										
Total other financing sources (uses)										
Net change in fund balances	170	(5,467)			(5,482)	2,391	(1,324)	758	2,950	(6,004)
Fund balances (deficit), beginning of year	(170)	5,467	\$ 1,500		10,901	394	2,946	(758)	(38)	20,242
<b>Fund balances (deficit), end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,500</b>	<b>\$ -</b>	<b>\$ 5,419</b>	<b>\$ 2,785</b>	<b>\$ 1,622</b>	<b>\$ -</b>	<b>\$ 2,912</b>	<b>\$ 14,238</b>

**City of Sanford, Maine**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Public Works**  
**For the Year Ended June 30, 2016**

	2098 FEMA 1920 Disaster Recovery	2108 Brownfields Assessment	2109 Brownfields Mill Clean up	2117 FEMA 4108 Disaster Recovery	<b>Totals</b>
Revenues:					
Intergoverr		\$ 53,343	\$ 34,099		\$ 87,442
Other					
<b>Total revenues</b>		<b>53,343</b>	<b>34,099</b>		<b>87,442</b>
Expenditures:					
Expenses	\$ 58,918	53,340	34,099		146,357
<b>Total expenditures</b>	<b>58,918</b>	<b>53,340</b>	<b>34,099</b>		<b>146,357</b>
Excess (deficiency) of revenues over (under) expenditures	(58,918)	3			(58,915)
Other financing sources (uses):					
Transfers in					
Bond Proceeds					
Transfers out					
<b>Total other financing     sources (uses)</b>					-
Net change in fund balances	(58,918)	3			(58,915)
Fund balances (deficit), beginning of year	79,100	2	-	\$ 43,158	122,260
<b>Fund balances (deficit), end of year</b>	<b>\$ 20,182</b>	<b>\$ 5</b>	<b>\$ -</b>	<b>\$ 43,158</b>	<b>\$ 63,345</b>



**City of Sanford, Maine  
Nonmajor Capital Project Fund  
Balance Sheet  
June 30, 2016**

	4000 Number One Pond	4003 Job Bond Local Road Assistance	4005 Urban Forestry	4008 Goodall Statue	4011 Department of Conservation	4025 EDA Regional Airport	4039 CGA Clean Up	4040 Mid Town Mall	4043 Safe Routes to School Project	4045 Goodall Brook Watershed
<b>ASSETS</b>										
Cash and cash equivalents	\$ 200	\$ 752	\$ 5,590	\$ 1,550	\$ 1,121		\$ 12,699	\$ 83,235		\$ 7,601
Accounts receivable										
<b>Total assets</b>	<b>200</b>	<b>752</b>	<b>5,590</b>	<b>1,550</b>	<b>1,121</b>		<b>12,699</b>	<b>83,235</b>		<b>7,601</b>
<b>LIABILITIES AND FUND BALANCE</b>										
Liabilities:										
Deficit Cash										
Accounts payable										
Interfund loans payable				298	1,000		4,744	83,235		7,601
<b>Total liabilities</b>				<b>298</b>	<b>1,000</b>		<b>4,744</b>	<b>83,235</b>		<b>7,601</b>
Fund balance (deficit):										
Restricted					121					
Committed	200	752	5,590	1,252			7,955			
Unassigned										
<b>Total fund balance (deficit)</b>	<b>200</b>	<b>752</b>	<b>5,590</b>	<b>1,252</b>	<b>121</b>		<b>7,955</b>			
<b>Total liabilities and fund balance</b>	<b>\$ 200</b>	<b>\$ 752</b>	<b>\$ 5,590</b>	<b>\$ 1,550</b>	<b>\$ 1,121</b>	<b>\$ -</b>	<b>\$ 12,699</b>	<b>\$ 83,235</b>		<b>\$ 7,601</b>

**City of Sanford, Maine**  
**Nonmajor Capital Project Fund**  
**Balance Sheet**  
**June 30, 2016**

	4048	4049	4050	4051	4052	4053	4054	4055	4056	
	Wildlife	Rehabilitate	School Bond	Rehabilitate	Airport	Railbed	Consolidated	AIP 2015	Mousam	
	Hazard	Seacoast Taxi	Capital	Seacoast Taxi	Improvement	Phase IV	Elementary	Airport	River Bike	
	Assessment	Lanes 2013	Improvement	Lanes 2014	Program	Trail			Trails	<b>Totals</b>
<b>ASSETS</b>										
Cash and cash equivalents	\$ 32,026		\$ 39,076	\$ 229,209	\$ 158,088	\$ 49,835		\$ 234,924		\$ 855,906
Accounts receivable										
<b>Total assets</b>	<b>32,026</b>		<b>39,076</b>	<b>229,209</b>	<b>158,088</b>	<b>49,835</b>		<b>234,924</b>		<b>855,906</b>
<b>LIABILITIES AND FUND BALANCE</b>										
Liabilities:										
Deficit Cash							\$ 52,337		\$ 2,678	55,015
Accounts payable										
Interfund loans payable	32,026			229,209	158,088	45,955		234,924	2,151	799,231
<b>Total liabilities</b>	<b>32,026</b>			<b>229,209</b>	<b>158,088</b>	<b>45,955</b>	<b>52,337</b>	<b>234,924</b>	<b>4,829</b>	<b>854,246</b>
Fund balance (deficit):										
Restricted			39,076			3,880				43,077
Committed										15,749
Unassigned							(52,337)		(4,829)	(57,166)
<b>Total fund balance (deficit)</b>			<b>39,076</b>			<b>3,880</b>	<b>(52,337)</b>		<b>(4,829)</b>	<b>1,660</b>
<b>Total liabilities and fund balance</b>	<b>\$ 32,026</b>	<b>\$ -</b>	<b>\$ 39,076</b>	<b>\$ 229,209</b>	<b>\$ 158,088</b>	<b>\$ 49,835</b>	<b>\$ -</b>	<b>\$ 234,924</b>	<b>\$ -</b>	<b>\$ 855,906</b>

**City of Sanford, Maine**  
**Nonmajor Capital Project Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2016**

	4000 Number One Pond	4003 Job Bond Local Road Assistance	4005 Urban Forestry	4008 Goodall Statue	4011 Department of Conservation	4025 EDA Regional Airport	4039 CGA Clean Up	4043 Safe Routes to School Project
Revenues:								
Intergovernmental								\$ 372
Other								
Total revenues								372
Expenditures:								
Capital Improvements				\$ 200	\$ 1,000		\$ 4,744	
Total expenditures				200	1,000		4,744	
Excess (deficiency) of revenues over (under) expenditures				(200)	(1,000)		(4,744)	372
Other financing sources (uses):								
Transfers in						\$ 1,481		
Transfers out								
Proceeds of general obligation bonds								
Total other financing sources (uses)						1,481		
Net change in fund balances				(200)	(1,000)	1,481	(4,744)	372
Fund balances (deficit), beginning of year	\$ 200	\$ 752	\$ 5,590	1,452	1,121	(1,481)	12,699	(372)
<b>Fund balances (deficit), end of year</b>	<b>\$ 200</b>	<b>\$ 752</b>	<b>\$ 5,590</b>	<b>\$ 1,252</b>	<b>\$ 121</b>	<b>\$ -</b>	<b>\$ 7,955</b>	<b>\$ -</b>

**City of Sanford, Maine**  
**Nonmajor Capital Project Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2015**

	4045 Goodall Brook Watershed	4048 Wildlife Hazard Assessment	4049 Rehabilitate Seacoast Taxi Lanes 2013	4050 School Bond Capital Improvement	4051 Rehabilitate Seacoast Taxi Lanes 2014	4052 Airport Improvement Program	4053 Railbed Phase IV Trail	4054 Consolidated Elementary	4055 AIP 2015 Airport	4056 Mousam River Bike Trails	Totals
Revenues:											
Intergovernmental		\$ 7,335				\$ 32,135			\$ 223,343		\$ 263,185
Other											
Total revenues		7,335				32,135			223,343	-	263,185
Expenditures:											
Capital Improvements				\$ 215,042		19,982		\$ 52,164	234,924	\$ 4,829	532,885
Total expenditures				215,042		19,982		52,164	234,924	4,829	532,885
Excess (deficiency) of revenues over (under) expenditures		7,335		(215,042)		12,153		(52,164)	(11,581)	(4,829)	(269,700)
Other financing sources (uses):											
Transfers in		2,659				7,249			11,581		22,970
Transfers out											
Proceeds of general obligation bonds											
Total other financing sources (uses)		2,659				7,249			11,581		22,970
Net change in fund balances		9,994		(215,042)		19,402		(52,164)		(4,829)	(246,730)
Fund balances (deficit), beginning of year		(9,994)		254,118		(19,402)	\$ 3,880	(173)			248,390
<b>Fund balances (deficit), end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 39,076</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,880</b>	<b>\$ (52,337)</b>	<b>\$ -</b>	<b>\$ (4,829)</b>	<b>\$ 1,660</b>

**City of Sanford, Maine  
Nonmajor Permanent Funds  
Combining Balance Sheet  
June 30, 2016**

	7000 Gowen Park Trust	7001 Park Maintenance Fund	7002 Oakdale Cemetery Maintenance Trust	7003 Nutter Trust	7008 Holdsworth Park Trust	7012 Goodall Park	<b>Totals</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 80,905	\$ 5,082	\$ 181,082	\$ 24,601	\$ 32,250	\$ 230,373	\$ 554,293
Accounts receivable							
Investments			257,916		387,301		645,217
Land (held for investment)					109,500		109,500
<b>Total assets</b>	<b>80,905</b>	<b>5,082</b>	<b>438,998</b>	<b>24,601</b>	<b>529,051</b>	<b>230,373</b>	<b>1,309,010</b>
<b>LIABILITIES AND FUND BALANCES</b>							
Liabilities:							
Interfund loans payable	41,430	5,082	20,100		16,785	228,065	311,462
<b>Total liabilities</b>	<b>41,430</b>	<b>5,082</b>	<b>20,100</b>		<b>16,785</b>	<b>228,065</b>	<b>311,462</b>
Fund balances:							
Nonspendable Principal		6,000					6,000
Nonspendable Land					109,500		109,500
Restricted Expendable Income	39,475	(6,000)	418,898	24,601	402,766	2,308	882,048
<b>Total fund balances</b>	<b>39,475</b>		<b>418,898</b>	<b>24,601</b>	<b>512,266</b>	<b>2,308</b>	<b>997,548</b>
<b>Total liabilities and fund balances</b>	<b>\$ 80,905</b>	<b>\$ 5,082</b>	<b>\$ 438,998</b>	<b>\$ 24,601</b>	<b>\$ 529,051</b>	<b>\$ 230,373</b>	<b>\$ 1,309,010</b>

**City of Sanford, Maine**  
**Nonmajor Permanent Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2016**

	7000 Gowen Park Trust	7001 Park Maintenance Fund	7002 Oakdale Cemetery Maintenance Trust	7003 Nutter Trust	7008 Holdsworth Park Trust	7012 Goodall Park	<b>Totals</b>
Revenues:							
Interest and dividends	\$ 21		\$ 6,057	\$ 49	\$ 2,719		\$ 8,846
Donations	11,387		6,550			\$ 23,535	41,472
<b>Total revenues</b>	<b>11,408</b>		<b>12,607</b>	<b>49</b>	<b>2,719</b>	<b>23,535</b>	<b>50,318</b>
Expenditures:							
Earnings retained by General Fund							
Public services	7,412				6,965	29,564	43,941
<b>Total expenditures</b>	<b>7,412</b>				<b>6,965</b>	<b>29,564</b>	<b>43,941</b>
Excess (deficiency) of revenues over (under) expenditures	3,996		12,607	49	(4,246)	(6,029)	6,377
Other financing sources (uses):							
Transfers out		\$ (4,151)					(4,151)
<b>Total other financing sources (uses)</b>		<b>(4,151)</b>					<b>(4,151)</b>
<b>Net change in fund balances</b>	<b>3,996</b>	<b>(4,151)</b>	<b>12,607</b>	<b>49</b>	<b>(4,246)</b>	<b>(6,029)</b>	<b>2,226</b>
Fund balances, beginning of year	35,479	4,151	406,291	24,552	516,512	8,337	995,322
<b>Fund balances, end of year</b>	<b>\$ 39,475</b>	<b>\$ -</b>	<b>\$ 418,898</b>	<b>\$ 24,601</b>	<b>\$ 512,266</b>	<b>\$ 2,308</b>	<b>\$ 997,548</b>

City of Sanford, Maine  
Private-Purpose Trust Funds  
Combining Statement of Fiduciary Net Position  
June 30, 2016

	7004 Thornburg Goodall Fund	7005 Lucy Emery Trust	7007 William Oscar Emery Trust	7009 Walter Cyr Trust	7010 High School Scholarship Fund	7011 Sherburne Basketball Fund	7013 School Scholarship Trust	Totals
<b>ASSETS</b>								
Cash and cash equivalents	\$ 1,280	\$ 13,757	\$ 20,195	\$ 8,504	\$ 151,087	\$ 7,001	175,495	\$ 377,319
Investments					743,044		1,249,565	1,992,609
<b>Total assets</b>	<b>1,280</b>	<b>13,757</b>	<b>20,195</b>	<b>8,504</b>	<b>894,131</b>	<b>7,001</b>	<b>1,425,060</b>	<b>2,369,928</b>
<b>LIABILITIES AND NET ASSETS</b>								
Liabilities:								
Interfund loans			20,195					20,195
Total liabilities			20,195					20,195
Net position:								
Nonspendable principal	399							399
Unexpended income	881	13,757		8,504	894,131	7,001	1,425,060	2,349,334
Total position assets	1,280	13,757		8,504	894,131	7,001	1,425,060	2,349,733
<b>Total liabilities and net position</b>	<b>\$ 1,280</b>	<b>\$ 13,757</b>	<b>\$ 20,195</b>	<b>\$ 8,504</b>	<b>\$ 894,131</b>	<b>\$ 7,001</b>	<b>\$1,425,060</b>	<b>\$ 2,369,928</b>

**City of Sanford, Maine  
Private-purpose Trust Funds  
Combining Statement of Changes in Fiduciary Net Position  
For the Year Ended June 30, 2016**

	7004 Thornburg Goodall Fund	7005 Lucy Emery Trust	7007 William Oscar Emery Trust	7009 Walter Cyr Trust	7010 High School Scholarship Fund	7011 Sherburne Basketball Fund	7013 School Scholarship Trust	Totals
Additions (reductions)								
Donations, interest, dividends and investment gains or (losses)		\$ 3	4,656	\$ 17	\$ (45,029)	\$ 33	207,023	\$ 166,703
Total additions (reductions)		3	4,656	17	(45,029)	33	207,023	166,703
Deductions:								
School scholarships					18,457			18,457
Expense			11,918				68,174	80,092
Capital outlay								
Total deductions			11,918		18,457		68,174	98,549
Other financing sources (uses):								
Transfers out			(4,461)					(4,461)
Total other financing sources (uses)			(4,461)					(4,461)
Changes in net assets		3	(11,723)	17	(63,486)	33	138,849	63,693
Net position, beginning of year	1,280	13,754	11,723	8,487	957,617	6,968	1,286,211	2,286,040
<b>Net position, end of year</b>	<b>\$ 1,280</b>	<b>\$ 13,757</b>	<b>\$ -</b>	<b>\$ 8,504</b>	<b>\$ 894,131</b>	<b>\$ 7,001</b>	<b>\$ 1,425,060</b>	<b>\$ 2,349,733</b>



**City of Sanford, Maine**  
**Agency Funds**  
**Statement of Changes in Assets and Liabilities**  
**For the Year Ended June 30, 2016**

	Balance July 1, 2015	Additions	Deletions	Balance June 30, 2016
<b>STUDENT ACTIVITIES:</b>				
<b>ASSETS</b>				
Cash	\$ 437,165	\$ 568,695	\$ 684,452	\$ 321,408
<b>LIABILITIES</b>				
Due to student groups	\$ 437,165	\$ 568,695	\$ 684,452	\$ 321,408