

Audited Financial Statements

Town of Limerick, Maine

December 31, 2015



Proven Expertise and Integrity

TOWN OF LIMERICK, MAINE

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DECEMBER 31, 2015

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Proven Expertise and Integrity
INDEPENDENT AUDITORS' REPORT

Board of Selectmen
Town of Limerick
Limerick, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Limerick, Maine, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Limerick, Maine as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 11 and 36 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Limerick, Maine's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and related directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards

generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

RHR Smith & Company

Buxton, Maine
March 28, 2016

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2015**

(UNAUDITED)

The following management's discussion and analysis of the Town of Limerick, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended December 31, 2015. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

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

Basic Financial Statements

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

Government-Wide Financial Statements

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

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

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

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

- *Governmental activities* – The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). All of the Town's basic services are reported in governmental activities, which include general government, public safety, public works, waste and sanitation, education, community services and unclassified.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Limerick, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the Town of Limerick are categorized as: governmental funds.

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

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

The Town of Limerick presents only two columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Town's major governmental fund is the general fund. All other funds are shown as nonmajor and are combined in the "Nonmajor Funds" column on these statements.

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual – General Fund.

Other Supplementary Information

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

Government-Wide Financial Analysis

Our analysis below focuses on the net position, and changes in net position of the Town's governmental activities. The Town's total net position increased by \$532,572 from \$8,137,246 to \$8,669,818.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - increased to a balance of \$4,018,842 at the end of this year.

**Table 1
Town of Limerick, Maine
Net Position
December 31,**

	<u>2015</u>	<u>2014</u>
Assets:		
Current Assets	\$ 4,096,855	\$ 3,584,824
Capital Assets	4,641,835	4,605,025
Total Assets	<u>8,738,690</u>	<u>8,189,849</u>
Liabilities:		
Current Liabilities	48,482	22,397
Long-term Debt Outstanding	19,740	29,397
Total Liabilities	<u>68,222</u>	<u>51,794</u>
Deferred Inflows of Resources:		
Prepaid Taxes	650	809
Total Deferred Inflows of Resources	<u>650</u>	<u>809</u>
Net Position:		
Net Investment in Capital Assets	4,612,437	4,566,109
Restricted	38,539	18,516
Unrestricted	4,018,842	3,552,621
Total Net Position	<u>\$ 8,669,818</u>	<u>\$ 8,137,246</u>

Table 2
Town of Limerick, Maine
Change in Net Position
For The Years Ended December 31,

	<u>2015</u>	<u>2014</u>
Revenues		
<i>Program Revenues:</i>		
Charges for services	\$ 263,981	\$ 155,114
Operating grants and contributions	41,272	41,652
<i>General Revenues:</i>		
Taxes	4,573,176	4,407,279
Grants and contributions not restricted to specific programs	198,990	179,265
Miscellaneous	269,591	141,580
Total Revenue	<u>5,347,010</u>	<u>4,924,890</u>
Expenses		
General government	455,728	547,079
Public works	533,122	507,791
Public safety	319,514	277,282
Waste & sanitation	205,052	201,003
Community services	78,191	66,045
Education	2,913,704	2,825,167
County tax	168,781	170,953
Community assistance	6,300	6,300
Interest on long-term debt	481	583
Unclassified	133,565	144,954
Total Expenses	<u>4,814,438</u>	<u>4,747,157</u>
Change in Net Position	532,572	177,733
Net Position - January 1	<u>8,137,246</u>	<u>7,959,513</u>
Net Position - December 31	<u>\$ 8,669,818</u>	<u>\$ 8,137,246</u>

Revenues and Expenses

Revenues for the Town's governmental activities increased by 8.57%, while total expenses increased by 1.42%. The main increase in revenues was in taxes while the major increases in expenses were in education and public safety.

Financial Analysis of the Town's Fund Statements

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

Table 3
Town of Limerick, Maine
Fund Balances - Governmental Funds
December 31,

	2015	2014
General Fund:		
Nonspendable	\$ 65,440	\$ 62,324
Committed	141,546	121,505
Unassigned	2,182,691	1,990,983
Total General Fund	\$ 2,389,677	\$ 2,174,812
Nonmajor Funds:		
Special Revenue Funds:		
Restricted	\$ 21,500	\$ 1,500
Committed	4,170	11,681
Assigned	11,426	10,784
Capital Projects Funds:		
Committed	1,173,013	897,079
Permanent Funds:		
Restricted	17,039	17,016
Total Nonmajor Funds	\$ 1,227,148	\$ 938,060

The general fund total fund balance increased by \$214,865 from the prior fiscal year. The non-major fund balances increased by \$289,088 from the prior fiscal year.

Budgetary Highlights

The significant differences between the original and final budget for the general fund was the use of unassigned fund balances as well as the use of certain applied receipts.

The general fund actual revenues exceeded budget by \$118,377. All revenue categories were receipted in excess of budgeted amounts with the exception of miscellaneous.

The general fund actual expenditures were under budget by \$257,254. All expenditure categories were under budget.

Capital Asset and Debt Administration

Capital Assets

As of December 31, 2015, the net book value of capital assets recorded by the Town increased by \$36,810 from the prior year. This increase is due to capital additions of \$247,773 less depreciation expense of \$210,963.

**Table 4
Town of Limerick, Maine
Capital Assets (Net of Depreciation)
December 31,**

	2015	2014
Land	\$ 267,950	\$ 267,950
Construction in progress	33,372	11,800
Buildings and improvements	509,022	506,128
Machinery and equipment	139,221	162,832
Vehicles	400,133	444,789
Infrastructure	3,292,137	3,211,526
Total	\$ 4,641,835	\$ 4,605,025

Debt

At December 31, 2015, the Town had \$29,398 in bonds outstanding versus \$38,916 last year, a decrease of 24.46%. Refer to Note 5 of Notes to Financial Statements for more detailed information.

Currently Known Facts, Decisions, or Conditions

Economic Factors and Next Year's Budgets and Rates

To further promote and ensure the financial well-being and fiscal stability of the Town, the Limerick Board of Selectmen adopted an Unassigned Fund Balance Policy in March of 2013. The Town's management established the policy as a guideline to ensure the well-being of the Town's financial administration in a manner that assists in providing for a positive cash flow, reducing short-term borrowing costs and meeting the Town's long-term capital investment objectives while ensuring that year-to-year fluctuations do not allow accumulation of an excessive unassigned fund balance. The policy also includes a provision for the suggested utilization of excess funds on future capital improvements and/or distribution to various reserve accounts. The Town's

management designed the policy around maintaining a level of funding in unassigned fund balance that assures the fiscal integrity of the Town into the near future. In addition, the policy will provide direction to the Town Manager during annual budget preparation. The policy requires that the Town maintain an unassigned fund balance equal to 3 months of the previous year's total budget as reported in the Town's audited December 31 year-end financial report. The Town maintained balances in excess of the required minimum level for the fiscal year ended 2015.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Finance Department at, 55 Washington Street, Limerick, Maine 04048.

TOWN OF LIMERICK, MAINE
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 3,210,266
Investments	17,039
Accounts receivable (net of allowance for uncollectibles):	
Taxes	405,149
Liens	145,557
Other	253,404
Tax acquired property	65,440
Total current assets	<u>4,096,855</u>
Noncurrent assets:	
Capital assets:	
Land and other assets not being depreciated	301,322
Buildings and equipment, net of accumulated depreciation	<u>4,340,513</u>
Total noncurrent assets	<u>4,641,835</u>
TOTAL ASSETS	<u><u>\$ 8,738,690</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 18,890
Due to other governments	6,461
Current portion of long-term obligations	9,658
Total current liabilities	<u>48,482</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Bonds payable	<u>19,740</u>
Total noncurrent liabilities	<u>19,740</u>
TOTAL LIABILITIES	<u>68,222</u>
DEFERRED INFLOWS OF RESOURCES	
Prepaid taxes	<u>650</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>650</u>
NET POSITION	
Net investment in capital assets	4,612,437
Restricted	38,539
Unrestricted	<u>4,018,842</u>
TOTAL NET POSITION	<u>8,669,818</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u><u>\$ 8,738,690</u></u>

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

STATEMENT B

TOWN OF LIMERICK, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	
Governmental activities:					
General government	\$ 455,728	\$ 40,967	\$ -	\$ -	\$ (414,761)
Public works	533,122	-	41,272	-	(491,850)
Public safety	319,514	193,207	-	-	(126,307)
Waste & sanitation	205,052	24,810	-	-	(180,242)
Community services	78,191	4,997	-	-	(73,194)
Education	2,913,704	-	-	-	(2,913,704)
County tax	168,781	-	-	-	(168,781)
Community assistance	6,300	-	-	-	(6,300)
Interest on long-term debt	481	-	-	-	(481)
Unclassified	133,565	-	-	-	(133,565)
Total government	<u>\$ 4,814,438</u>	<u>\$ 263,981</u>	<u>\$ 41,272</u>	<u>\$ -</u>	<u>(4,509,185)</u>

STATEMENT B (CONTINUED)
TOWN OF LIMERICK, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Governmental Activities</u>
Changes in net position:	
Net (expense) revenue	<u>\$ (4,509,185)</u>
General revenues:	
Taxes:	
Property taxes, levied for general purposes	4,065,262
Excise taxes	507,914
Grants and contributions not restricted to specific programs	198,990
Miscellaneous	<u>269,591</u>
Total general revenues	<u>5,041,757</u>
Change in net position	532,572
NET POSITION - JANUARY 1	<u>8,137,246</u>
NET POSITION - DECEMBER 31	<u><u>\$ 8,669,818</u></u>

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

TOWN OF LIMERICK, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	General Fund	Nonmajor Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 2,790,288	\$ 419,978	\$ 3,210,266
Investments	-	17,039	17,039
Accounts receivable (net of allowance for uncollectibles):			
Taxes	405,149	-	405,149
Liens	145,557	-	145,557
Other	5,171	248,233	253,404
Tax acquired property	65,440	-	65,440
Due from other funds	-	541,898	541,898
TOTAL ASSETS	\$ 3,411,605	\$ 1,227,148	\$ 4,638,753
LIABILITIES			
Accounts payable	\$ 18,890	\$ -	\$ 18,890
Accrued payroll	13,473	-	13,473
Due to other governments	6,461	-	6,461
Due to other funds	541,898	-	541,898
TOTAL LIABILITIES	580,722	-	580,722
DEFERRED INFLOWS OF RESOURCES			
Prepaid taxes	650	-	650
Deferred tax revenues	440,556	-	440,556
TOTAL DEFERRED INFLOWS OF RESOURCES	441,206	-	441,206
FUND BALANCES			
Nonspendable	65,440	-	65,440
Restricted	-	38,539	38,539
Committed	141,546	1,177,183	1,318,729
Assigned	-	11,426	11,426
Unassigned	2,182,691	-	2,182,691
TOTAL FUND BALANCES	2,389,677	1,227,148	3,616,825
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 3,411,605	\$ 1,227,148	\$ 4,638,753

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

TOWN OF LIMERICK, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Total Governmental Funds
Total Fund Balances	\$ 3,616,825
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	4,641,835
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	440,556
Long-term liabilities shown below, are not due and payable in the current period and therefore are not reported in the funds shown above:	
Bonds payable	(29,398)
Net position of governmental activities	\$ 8,669,818

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

TOWN OF LIMERICK, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	General Fund	Nonmajor Funds	Total Governmental Funds
REVENUES			
Taxes:			
Property taxes	\$ 4,082,971	\$ -	\$ 4,082,971
Excise taxes	507,914	-	507,914
Intergovernmental	240,262	-	240,262
Charges for services	73,486	190,495	263,981
Miscellaneous revenues	73,085	196,506	269,591
TOTAL REVENUES	4,977,718	387,001	5,364,719
EXPENDITURES			
Current:			
General government	455,727	-	455,727
Public works	595,030	-	595,030
Public safety	251,300	-	251,300
Waste & sanitation	223,682	-	223,682
Community services	78,191	-	78,191
Education	2,913,704	-	2,913,704
County tax	168,781	-	168,781
Community assistance	6,300	-	6,300
Unclassified	60,138	97,913	158,051
Debt service:			
Principal	9,519	-	9,519
Interest	481	-	481
TOTAL EXPENDITURES	4,762,853	97,913	4,860,766
EXCESS REVENUES OVER (UNDER) EXPENDITURES	214,865	289,088	503,953
OTHER FINANCING SOURCES			
Transfers in	-	-	-
Transfers (out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCES	214,865	289,088	503,953
FUND BALANCES - JANUARY 1	2,174,812	938,060	3,112,872
FUND BALANCES - DECEMBER 31	\$ 2,389,677	\$ 1,227,148	\$ 3,616,825

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

TOWN OF LIMERICK, 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 DECEMBER 31, 2015

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 503,953</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:	
Capital asset purchases capitalized	247,773
Depreciation expense	<u>(210,963)</u>
	<u>36,810</u>
Revenues in the Statement of Activities that do not provide current financial resources as revenues in the funds:	
Taxes and liens receivable	<u>(17,709)</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position	
	<u>9,518</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ 532,572</u></u>

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Limerick was incorporated under the laws of the State of Maine. The Town operates under the selectmen-treasurer form of government and provides the following services: general government, public safety, public works, waste and sanitation, community services, education, and community assistance.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

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

Government-Wide and Fund Financial Statements

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

Both the government-wide and fund financial statements categorize primary activities as governmental. The Town categorizes all activities of the Town as governmental.

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

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

most part, the interfund activity has been eliminated from these government-wide financial statements.

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

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

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

Measurement Focus - Basic Financial Statements & Fund Financial Statements

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

The following fund types are used by the Town:

1. Governmental Funds:

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

- a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- c. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- d. Permanent Funds are used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

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

Basis of Accounting

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

1. Accrual

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

2. Modified Accrual

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budget

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

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

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

Deposits and Investments

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

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

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

The Town of Limerick has no formal investment policy but instead follows the State of Maine Statutes.

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Receivables and Payables

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

Transactions Between Funds

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

Allowance for Uncollectible Accounts

The allowance for uncollectible accounts is estimated to be \$82,744 as of December 31, 2015.

Capital Assets

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

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

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town.

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimated useful lives are as follows:

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

Long-term Obligations

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

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in government-wide statements. The long-term debt consists primarily of bonds payable.

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

Net Position

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

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

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

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

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

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

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows and Inflows of Resources

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

In addition to liabilities, the statement of financial position and or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has only one type of item, deferred tax revenues, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, this item is reported in the governmental funds balance sheet. Prepaid taxes also qualify for reporting in this category. This item is reported in both the statements of net position and governmental funds balance sheet. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied September 1, 2015 on the assessed value listed as of April 1, 2015, for all real and personal property located in the Town. Taxes were due on October 31, 2015. Interest on unpaid taxes commenced on November 1, 2015, at 7% per annum.

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

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to \$34,029 for the year ended December 31, 2015.

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Program Revenues

Program revenues include all directly related income items applicable to a particular program (grant income/expenses).

Encumbrance Accounting

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

Use of Estimates

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

NOTE 2 - DEPOSITS AND INVESTMENTS

The Town follows state statutes for the investment of funds, which authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These apply to all Town funds.

Deposits:

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits. The Town does not have a policy covering custodial credit risk for deposits. However, the Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes.

At December 31, 2015, the Town's cash balance of \$3,210,266 was comprised of bank deposits amounting to \$3,229,759. Of this amount, \$500,000 was insured by

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

federal depository insurance and not exposed to custodial credit risk. The remaining bank deposits of \$2,729,759 were collateralized with a deposit guarantee bond held in the Town's name.

<u>Account Type</u>	<u>Bank Balance</u>
NOW checking accounts	2,817,093
Money market accounts	412,666
	<u>\$ 3,229,759</u>

Investments:

Custodial credit risk for investments is that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Town does not have a policy for custodial credit risk for investments.

At December 31, 2015, the Town's investments and maturities were as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>N/A</u>	<u>< 1 Year</u>	<u>1 - 5 Years</u>
Certificates of Deposit	\$ 17,039	\$ -	\$ 17,039	\$ -
	<u>\$ 17,039</u>	<u>\$ -</u>	<u>\$ 17,039</u>	<u>\$ -</u>

At December 31, 2015, the Town's investments of \$17,039 of certificates of deposit were collateralized with a deposit guarantee bond held in the Town's name and consequently were not exposed to custodial credit risk.

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

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

NOTE 3 – INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2015 consisted of the following individual fund receivables and payables.

	<u>Receivables</u> <u>(Due from)</u>	<u>Payables</u> <u>(Due to)</u>
General fund	\$ -	\$ 541,898
Nonmajor special revenue funds	37,096	-
Nonmajor capital projects funds	504,802	-
	<u>\$ 541,898</u>	<u>\$ 541,898</u>

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets at December 31, 2015:

	Balance, 1/1/15	Additions	Deletions	Balance, 12/31/15
<u>Governmental activities</u>				
Non-depreciated assets:				
Land	\$ 267,950	\$ -	\$ -	\$ 267,950
Construction in progress	11,800	21,572	-	33,372
	<u>279,750</u>	<u>21,572</u>	<u>-</u>	<u>301,322</u>
Depreciated assets:				
Buildings & improvements	909,922	26,385	-	936,307
Machinery & equipment	800,196	-	-	800,196
Vehicles	1,078,319	-	-	1,078,319
Infrastructure	3,942,345	199,816	-	4,142,161
	<u>6,730,782</u>	<u>226,201</u>	<u>-</u>	<u>6,956,983</u>
Less: accumulated depreciation				
Buildings & improvements	(403,794)	(23,491)	-	(427,285)
Machinery & equipment	(637,364)	(23,611)	-	(660,975)
Vehicles	(633,530)	(44,656)	-	(678,186)
Infrastructure	(730,819)	(119,205)	-	(850,024)
	<u>(2,405,507)</u>	<u>(210,963)</u>	<u>-</u>	<u>(2,616,470)</u>
Subtotal	<u>4,325,275</u>	<u>15,238</u>	<u>-</u>	<u>4,340,513</u>
Net capital assets	<u>\$ 4,605,025</u>	<u>\$ 36,810</u>	<u>\$ -</u>	<u>\$ 4,641,835</u>
<u>Current year depreciation</u>				
Fire Department				\$ 68,214
Public Works				116,508
Transfer Station				2,770
Library				700
Town-Wide				22,771
Total depreciation expense				<u>\$ 210,963</u>

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 5 – LONG TERM DEBT

The following is a summary of changes in the long-term debt for the year ended December 31, 2015:

	Balance 1/1/15	Additions	Reductions	Balance 12/31/15	Current Year Portion
Bonds payable	\$ 38,916	\$ -	\$ (9,518)	\$ 29,398	\$ 9,658
Totals	<u>\$ 38,916</u>	<u>\$ -</u>	<u>\$ (9,518)</u>	<u>\$ 29,398</u>	<u>\$ 9,658</u>

The following is a summary of outstanding bonds payable:

\$135,000, 2003 General Obligation bonds with Maine Municipal Bond Bank, due in annual installments through April 2018, interest is charged at a rate 1.0%.

\$ 29,398

The following is a summary of outstanding bond and note principal and interest requirements for the following fiscal years ending December 31:

	Principal	Interest	Total Debt Service
2016	\$ 9,658	\$ 394	\$ 10,052
2017	9,799	398	10,197
2018	9,941	200	10,141
2019	-	-	-
2020	-	-	-
	<u>\$ 29,398</u>	<u>\$ 992</u>	<u>\$ 30,390</u>

NOTE 6 – OPERATING LEASE

The Town has entered into an operating lease for a copier. Monthly payments are \$114 plus taxes through 2019.

The following is a summary of outstanding operating lease requirements for the fiscal years ending December 31:

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 6 – OPERATING LEASE (CONTINUED)

Year Ending December 31:	
2016	\$ 1,368
2017	1,368
2018	1,368
2019	<u>456</u>
Total minimum lease payments	<u><u>\$ 4,560</u></u>

NOTE 7 – NONSPENDABLE FUND BALANCES

At December 31, 2015, the Town had the following nonspendable fund balances:

General fund:	
Tax acquired property	<u><u>\$ 65,440</u></u>

NOTE 8 – RESTRICTED FUND BALANCES

At December 31, 2015, the Town had the following restricted fund balances:

Nonmajor special revenue funds (See Schedule E)	\$ 21,500
Nonmajor permanent funds (See Schedule I)	<u>17,039</u>
	<u><u>\$ 38,539</u></u>

NOTE 9 – COMMITTED FUND BALANCES

At December 31, 2015, the Town had the following committed fund balances:

General fund:	
Revaluation	\$ 15,000
Franchise fees	29,573
Franchise capital equipment	96,973
Nonmajor special revenue funds (See Schedule E)	4,170
Nonmajor capital projects funds (See Schedule G)	<u>1,173,013</u>
	<u><u>\$ 1,318,729</u></u>

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 10 – ASSIGNED FUND BALANCES

At December 31, 2015, the Town had the following assigned fund balances:

Nonmajor special revenue funds (See Schedule E)	<u>\$ 11,426</u>
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NOTE 11 – OVERSPENT APPROPRIATIONS

At December 31, 2015, the Town had the following overspent appropriations:

Incidentals (Article 21)	<u>\$ 493</u>
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NOTE 12 – OVERLAPPING DEBT

The Town is contingently liable for its proportionate share of any defaulted debt by entities of which it is a member. At December 31, 2015, the Town's share was approximately:

	<u>Outstanding Debt</u>	<u>Town's Percentage</u>	<u>Total Share</u>
County of York	\$ 7,730,259	0.97%	\$ 74,752
RSU #57	13,470,888	13.05%	1,758,368
			<u>\$ 1,833,120</u>

NOTE 13 – RISK MANAGEMENT

The Town faces a full realm of risks typical of a thriving entity. Liabilities associated with torts and protections against damage of loss of assets are the general categories of risk for which the Town carries commercial insurance. Specific insurance related to these categories includes general, police and public officials liability coverage, workers compensation, and automobile insurance. The Town is liable for deductibles ranging up to \$50,000 for settlements exceeding the limits of coverage, which range from \$1,000 to \$4,288,163. The amount of settlements has not exceeded insurance coverage for each of the past three years.

NOTE 14 – CONTINGENCIES

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

TOWN OF LIMERICK, MAINE

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE 14 – CONTINGENCIES (CONTINUED)

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

NOTE 15 – RELATED PARTY TRANSACTIONS

A member of the Board of Selectmen is related to the vendor that was awarded a contract for mowing. The Town requests contract proposals for this service annually. During the year ended December 31, 2015, payments to this vendor for mowing totaled \$7,653

Required Supplementary Information

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

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund

TOWN OF LIMERICK, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
 BUDGET AND ACTUAL – GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, January 1	\$ 2,174,812	\$ 2,174,812	\$ 2,174,812	\$ -
Resources (Inflows):				
Property taxes	4,065,261	4,065,261	4,082,971	17,710
Excise taxes	457,500	457,500	507,914	50,414
Intergovernmental:	211,640	211,640	240,262	28,622
Charges for services	51,000	51,000	73,486	22,486
Interest income	12,000	12,000	27,707	15,707
Miscellaneous revenues	-	61,940	45,378	(16,562)
Transfers from other funds	-	-	-	-
Amounts Available for Appropriation	<u>6,972,213</u>	<u>7,034,153</u>	<u>7,152,530</u>	<u>118,377</u>
Charges to Appropriations (Outflows):				
General government	507,488	507,488	455,727	51,761
Public works	615,246	615,246	595,030	20,216
Public safety	259,737	259,737	251,300	8,437
Waste & sanitation	232,135	232,135	223,682	8,453
Community services	80,825	80,825	78,191	2,634
Education	2,913,704	2,913,704	2,913,704	-
County tax	168,781	168,781	168,781	-
Community assistance	6,300	6,300	6,300	-
Unclassified	73,185	225,891	60,138	165,753
Debt service:				
Principal	9,519	9,519	9,519	-
Interest	481	481	481	-
Transfers to other funds	-	-	-	-
Total Charges to Appropriations	<u>4,867,401</u>	<u>5,020,107</u>	<u>4,762,853</u>	<u>257,254</u>
Budgetary Fund Balance, December 31	<u>\$ 2,104,812</u>	<u>\$ 2,014,046</u>	<u>\$ 2,389,677</u>	<u>\$ 375,631</u>
Utilization of unassigned fund balance	<u>\$ 70,000</u>	<u>\$ 160,766</u>	<u>\$ -</u>	<u>\$ (160,766)</u>

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

Other Supplementary Information

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

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

TOWN OF LIMERICK, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
 BUDGET AND ACTUAL – GENERAL FUND REVENUES
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
General tax revenues:				
Property taxes	\$ 4,065,261	\$ 4,065,261	\$ 4,082,971	\$ 17,710
Vehicle excise taxes	450,000	450,000	500,194	50,194
Boat/plane excise taxes	7,500	7,500	7,720	220
Intergovernmental revenues:				
State revenue sharing	111,019	111,019	117,420	6,401
Homestead exemption	52,909	52,909	57,977	5,068
Local road assistance	40,852	40,852	41,272	420
Veteran's exemption	-	-	2,345	2,345
Tree growth	-	-	10,478	10,478
BETE reimbursement	6,860	6,860	6,873	13
Other	-	-	3,897	3,897
Charges for services:				
Agent fees	10,300	10,300	10,700	400
Clerk fees	3,500	3,500	3,727	227
Code enforcement	12,000	12,000	20,690	8,690
Board of appeals	100	100	150	50
Transfer station	20,000	20,000	24,810	4,810
Fire department	100	100	2,036	1,936
Animal control	-	-	676	676
Recreation registrations	3,000	3,000	4,295	1,295
Town hall rentals	1,500	1,500	1,400	(100)
Planning board	500	500	4,300	3,800
Library	-	-	702	702
Investment income:				
Investment income	2,000	2,000	1,232	(768)
Interest/fees on taxes	10,000	10,000	26,475	16,475
Other income:				
Other income	-	-	6,937	6,937
Lien costs	-	-	7,450	7,450
Land payment	-	-	(210)	(210)
Cable franchise fees	-	61,940	31,201	(30,739)
Transfers from other funds	-	-	-	-
TOTAL REVENUES	\$ 4,797,401	\$ 4,859,341	\$ 4,977,718	\$ 118,377

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

SCHEDULE B

TOWN OF LIMERICK, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
General Government:					
Treasurer	\$ 36,299	\$ -	\$ 36,299	\$ 36,234	\$ 65
Town clerk/tax collector	62,541	-	62,541	62,504	37
Administration payroll	91,092	-	91,092	84,771	6,321
Payroll expenses	14,660	-	14,660	13,493	1,167
Legal	65,780	-	65,780	59,421	6,359
Assessing	19,550	-	19,550	19,517	33
General assistance	15,450	-	15,450	10,937	4,513
Incidentals	30,927	-	30,927	31,420	(493)
Board of appeals	1,267	-	1,267	55	1,212
Elections	12,245	-	12,245	9,902	2,343
Code enforcement officer	55,796	-	55,796	54,670	1,126
Planning board	9,526	-	9,526	6,878	2,648
Revaluation	15,000	-	15,000	-	15,000
Municipal building	53,000	-	53,000	49,820	3,180
Town hall	19,746	-	19,746	13,967	5,779
Grange hall	3,709	-	3,709	1,238	2,471
Moore building	900	-	900	900	-
	<u>507,488</u>	<u>-</u>	<u>507,488</u>	<u>455,727</u>	<u>51,761</u>
Public Works:					
Repair of highways	140,814	-	140,814	140,814	-
Tarring	200,000	-	200,000	184,612	15,388
Town properties snow removal	33,985	-	33,985	32,170	1,815
Snow removal:					
Snow removal of roads	212,500	-	212,500	212,387	113
Snow removal sidewalks	27,947	-	27,947	25,047	2,900
	<u>615,246</u>	<u>-</u>	<u>615,246</u>	<u>595,030</u>	<u>20,216</u>

SCHEDULE B (CONTINUED)

TOWN OF LIMERICK, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
Public Safety:					
Fire department	131,850	-	131,850	128,500	3,350
Paramedic/FF	41,025	-	41,025	41,003	22
Hydrant rental	25,524	-	25,524	25,524	-
Per diem EMT	30,230	-	30,230	27,240	2,990
E.M.A.	3,286	-	3,286	2,285	1,001
Constables	160	-	160	-	160
Traffic signals	14,500	-	14,500	13,954	546
Animal control	13,162	-	13,162	12,794	368
	<u>259,737</u>	<u>-</u>	<u>259,737</u>	<u>251,300</u>	<u>8,437</u>
Waste & Sanitation:					
Sanitation & recycling facility	78,335	-	78,335	72,489	5,846
Door to Door	83,800	-	83,800	82,955	845
Household tipping fees	70,000	-	70,000	68,238	1,762
	<u>232,135</u>	<u>-</u>	<u>232,135</u>	<u>223,682</u>	<u>8,453</u>
Community Services:					
Library	56,272	-	56,272	56,265	7
Recreation	24,553	-	24,553	21,926	2,627
	<u>80,825</u>	<u>-</u>	<u>80,825</u>	<u>78,191</u>	<u>2,634</u>

SCHEDULE B (CONTINUED)

TOWN OF LIMERICK, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
Education	2,913,704	-	2,913,704	2,913,704	-
County Tax	168,781	-	168,781	168,781	-
Community Assistance:					
Charity organizations	6,300	-	6,300	6,300	-
	6,300	-	6,300	6,300	-
Debt Service:					
Bond - principal	9,519	-	9,519	9,519	-
Bond - interest	481	-	481	481	-
	10,000	-	10,000	10,000	-
Unclassified:					
Public places	6,406	-	6,406	6,406	-
Highland Cemetery	6,750	-	6,750	3,186	3,564
Milfoil	3,000	-	3,000	3,000	-
Sokokis Lake	3,000	-	3,000	3,000	-
LAC Hydrants	10,000	-	10,000	9,444	556
Capital projects/equipment	-	100,127	100,127	3,154	96,973
Franchise fees	-	52,579	52,579	23,006	29,573
Contingency	10,000	-	10,000	2,797	7,203
Overlay	34,029	-	34,029	6,145	27,884
	73,185	152,706	225,891	60,138	165,753
Total departmental expenditures	\$ 4,867,401	\$ 152,706	\$ 5,020,107	\$ 4,762,853	\$ 257,254

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

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ -	\$ 419,978	\$ -	\$ 419,978
Investments	-	-	17,039	17,039
Accounts receivable (net of allowance for uncollectibles)	-	248,233	-	248,233
Due from other funds	37,096	504,802	-	541,898
TOTAL ASSETS	<u>\$ 37,096</u>	<u>\$ 1,173,013</u>	<u>\$ 17,039</u>	<u>\$ 1,227,148</u>
LIABILITIES				
Due to other funds	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	21,500	-	17,039	38,539
Committed	4,170	1,173,013	-	1,177,183
Assigned	11,426	-	-	11,426
Unassigned	-	-	-	-
TOTAL FUND BALANCES	<u>37,096</u>	<u>1,173,013</u>	<u>17,039</u>	<u>1,227,148</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 37,096</u>	<u>\$ 1,173,013</u>	<u>\$ 17,039</u>	<u>\$ 1,227,148</u>

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

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES				
Charges for services	\$ -	\$ 190,495	\$ -	\$ 190,495
Interest income	-	403	23	426
Other	26,082	169,998	-	196,080
TOTAL REVENUES	<u>26,082</u>	<u>360,896</u>	<u>23</u>	<u>387,001</u>
EXPENDITURES				
Capital outlay	-	32,056	-	32,056
Other	12,951	52,906	-	65,857
TOTAL EXPENDITURES	<u>12,951</u>	<u>84,962</u>	<u>-</u>	<u>97,913</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>13,131</u>	<u>275,934</u>	<u>23</u>	<u>289,088</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	13,131	275,934	23	289,088
FUND BALANCES - JANUARY 1	<u>23,965</u>	<u>897,079</u>	<u>17,016</u>	<u>938,060</u>
FUND BALANCES - DECEMBER 31	<u>\$ 37,096</u>	<u>\$ 1,173,013</u>	<u>\$ 17,039</u>	<u>\$ 1,227,148</u>

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

Special Revenue Funds

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

1. Business Park
2. Lakes Environmental Grant
3. Recreation Donations
4. Outreach
5. Library Book Sales
6. Fire Department Donations
7. Transfer Station Capital
8. United Way Contribution
9. Misc. Use
10. Transfer Station Grant
11. Handicap Access King Grant
12. Morton/Kelly Charitable Trust Grant
13. Transfer Station Donations

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2015

	Business Park	Environmental Grant	Lakes Recreation Donations	Outreach	Library Book Sales
ASSETS					
Due from other funds	\$ 4,170	\$ 256	\$ 160	\$ 663	\$ 2,919
TOTAL ASSETS	<u>\$ 4,170</u>	<u>\$ 256</u>	<u>\$ 160</u>	<u>\$ 663</u>	<u>\$ 2,919</u>
LIABILITIES					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	256	-	663	-
Committed	4,170	-	-	-	-
Assigned	-	-	160	-	2,919
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>4,170</u>	<u>256</u>	<u>160</u>	<u>663</u>	<u>2,919</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,170</u>	<u>\$ 256</u>	<u>\$ 160</u>	<u>\$ 663</u>	<u>\$ 2,919</u>

SCHEDULE E (CONTINUED)

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2015

	Fire Dept Donations	Transfer Station Capital	United Way Contribution	Misc Use	Transfer Station Grant
ASSETS					
Due from other funds	\$ 4,389	\$ 3,000	\$ 600	\$ -	\$ 581
TOTAL ASSETS	<u>\$ 4,389</u>	<u>\$ 3,000</u>	<u>\$ 600</u>	<u>\$ -</u>	<u>\$ 581</u>
LIABILITIES					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	581
Committed	-	-	-	-	-
Assigned	4,389	3,000	600	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>4,389</u>	<u>3,000</u>	<u>600</u>	<u>-</u>	<u>581</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 4,389</u>	<u>\$ 3,000</u>	<u>\$ 600</u>	<u>\$ -</u>	<u>\$ 581</u>

SCHEDULE E (CONTINUED)

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2015

	Handicap Access King Grant	Morton/Kelly Charitable Trust Grant	Transfer Station Donations	Totals
ASSETS				
Due from other funds	\$ 10,000	\$ 10,000	\$ 358	\$ 37,096
TOTAL ASSETS	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 358</u>	<u>\$ 37,096</u>
LIABILITIES				
Due to other funds	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	10,000	10,000	-	21,500
Committed	-	-	-	4,170
Assigned	-	-	358	11,426
Unassigned	-	-	-	-
TOTAL FUND BALANCES	<u>10,000</u>	<u>10,000</u>	<u>358</u>	<u>37,096</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 358</u>	<u>\$ 37,096</u>

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

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Business Park	Lakes Environmental Grant	Recreation Donations	Outreach	Library Book Sales
REVENUES					
Other	\$ -	\$ -	\$ -	\$ -	\$ 5,249
TOTAL REVENUES	-	-	-	-	5,249
EXPENDITURES					
Other	7,511	-	100	-	4,874
TOTAL EXPENDITURES	7,511	-	100	-	4,874
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(7,511)	-	(100)	-	375
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-
NET CHANGE IN FUND BALANCES	(7,511)	-	(100)	-	375
FUND BALANCES - JANUARY 1	11,681	256	260	663	2,544
FUND BALANCES - DECEMBER 31	\$ 4,170	\$ 256	\$ 160	\$ 663	\$ 2,919

SCHEDULE F (CONTINUED)

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Fire Dept Donations	Transfer Station Capital	United Way Contribution	Misc Use	Transfer Station Grant
REVENUES					
Other	\$ 50	\$ -	\$ 200	\$ -	\$ -
TOTAL REVENUES	<u>50</u>	<u>-</u>	<u>200</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Other	-	-	-	241	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>241</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>50</u>	<u>-</u>	<u>200</u>	<u>(241)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>50</u>	<u>-</u>	<u>200</u>	<u>(241)</u>	<u>-</u>
FUND BALANCES - JANUARY 1	<u>4,339</u>	<u>3,000</u>	<u>400</u>	<u>241</u>	<u>581</u>
FUND BALANCES - DECEMBER 31	<u>\$ 4,389</u>	<u>\$ 3,000</u>	<u>\$ 600</u>	<u>\$ -</u>	<u>\$ 581</u>

SCHEDULE F (CONTINUED)

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Handicap Access King Grant	Morton/Kelly Charitable Trust Grant	Transfer Station Donations	Totals
REVENUES				
Other	\$ 10,000	\$ 10,000	\$ 583	\$ 26,082
TOTAL REVENUES	<u>10,000</u>	<u>10,000</u>	<u>583</u>	<u>26,082</u>
EXPENDITURES				
Other	-	-	225	12,951
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>225</u>	<u>12,951</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>10,000</u>	<u>10,000</u>	<u>358</u>	<u>13,131</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	10,000	10,000	358	13,131
FUND BALANCES - JANUARY 1	-	-	-	23,965
FUND BALANCES - DECEMBER 31	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 358</u>	<u>\$ 37,096</u>

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

Capital Projects Funds

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

1. Limerick Rescue
2. Business Association
3. Town Hall Handicap Access
4. Municipal Building Reserve
5. Capital Reserve

SCHEDULE G

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2015

	Limerick Rescue	Business Association	Town Hall Handicap Access	Municipal Building Reserve	Capital Reserve	Totals
ASSETS						
Cash and cash equivalents	\$ 412,666	\$ -	\$ 7,312	\$ -	\$ -	\$ 419,978
Accounts receivable (net of allowance for uncollectibles)	248,233	-	-	-	-	248,233
Due from other funds	87,961	2,024	5	-	414,812	504,802
TOTAL ASSETS	<u>\$ 748,860</u>	<u>\$ 2,024</u>	<u>\$ 7,317</u>	<u>\$ -</u>	<u>\$ 414,812</u>	<u>\$ 1,173,013</u>
LIABILITIES						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	748,860	2,024	7,317	-	414,812	1,173,013
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>748,860</u>	<u>2,024</u>	<u>7,317</u>	<u>-</u>	<u>414,812</u>	<u>1,173,013</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 748,860</u>	<u>\$ 2,024</u>	<u>\$ 7,317</u>	<u>\$ -</u>	<u>\$ 414,812</u>	<u>\$ 1,173,013</u>

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

SCHEDULE H

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Limerick Rescue	Business Association	Town Hall Handicap Access	Municipal Building Reserve	Capital Reserve	Totals
REVENUES						
Interest income	\$ 398	\$ -	\$ 5	\$ -	\$ -	\$ 403
Charges for services	190,495	-	-	-	-	190,495
Other	68	-	-	-	169,930	169,998
TOTAL REVENUES	<u>190,961</u>	<u>-</u>	<u>5</u>	<u>-</u>	<u>169,930</u>	<u>360,896</u>
EXPENDITURES						
Capital outlay	-	-	-	7,796	24,260	32,056
Other	31,334	-	21,572	-	-	52,906
TOTAL EXPENDITURES	<u>31,334</u>	<u>-</u>	<u>21,572</u>	<u>7,796</u>	<u>24,260</u>	<u>84,962</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>159,627</u>	<u>-</u>	<u>(21,567)</u>	<u>(7,796)</u>	<u>145,670</u>	<u>275,934</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>159,627</u>	<u>-</u>	<u>(21,567)</u>	<u>(7,796)</u>	<u>145,670</u>	<u>275,934</u>
FUND BALANCES - JANUARY 1	<u>589,233</u>	<u>2,024</u>	<u>28,884</u>	<u>7,796</u>	<u>269,142</u>	<u>897,079</u>
FUND BALANCES - DECEMBER 31	<u>\$ 748,860</u>	<u>\$ 2,024</u>	<u>\$ 7,317</u>	<u>\$ -</u>	<u>\$ 414,812</u>	<u>\$ 1,173,013</u>

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

Permanent Funds

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

1. Hillside Cemetery
2. Elizabeth Felch Durrell

TOWN OF LIMERICK, MAINE

COMBINING BALANCE SHEET- NONMAJOR PERMANENT FUNDS
DECEMBER 31, 2015

	Hillside Cemetery	Elizabeth Felch Durrell	Totals
ASSETS			
Investments	\$ 8,258	\$ 8,781	\$ 17,039
TOTAL ASSETS	<u>\$ 8,258</u>	<u>\$ 8,781</u>	<u>\$ 17,039</u>
LIABILITIES			
Due to other funds	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	8,258	8,781	17,039
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
TOTAL FUND BALANCES	<u>8,258</u>	<u>8,781</u>	<u>17,039</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8,258</u>	<u>\$ 8,781</u>	<u>\$ 17,039</u>

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

TOWN OF LIMERICK, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES – NONMAJOR PERMANENT FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Hillside Cemetery	Elizabeth Felch Durrell	Totals
REVENUES			
Interest income	\$ 10	\$ 13	\$ 23
TOTAL REVENUES	<u>10</u>	<u>13</u>	<u>23</u>
EXPENDITURES			
Other	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>10</u>	<u>13</u>	<u>23</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	10	13	23
FUND BALANCES - JANUARY 1	<u>8,248</u>	<u>8,768</u>	<u>17,016</u>
FUND BALANCES - DECEMBER 31	<u>\$ 8,258</u>	<u>\$ 8,781</u>	<u>\$ 17,039</u>

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

General Capital Assets

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

SCHEDULE K

TOWN OF LIMERICK, MAINE

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION
DECEMBER 31, 2015

	Land, Non- Depreciable Infrastructure and Construction in Progress	Buildings, Land and Building Improvements	Furniture, Fixtures, Equipment and Vehicles	Infrastructure	Totals
Fire Department	\$ 22,070	\$ 92,077	\$ 1,792,567	\$ -	\$ 1,906,714
Public Works	-	41,854	35,635	4,005,613	4,083,102
Transfer Station	-	-	6,100	36,900	43,000
Library	-	7,000	-	-	7,000
Town-Wide	279,252	795,376	44,213	99,648	1,218,489
Total General Capital Assets	301,322	936,307	1,878,515	4,142,161	7,258,305
Less: Accumulated Depreciation	-	(427,285)	(1,339,161)	(850,024)	(2,616,470)
Net General Capital Assets	\$ 602,644	\$ 509,022	\$ 539,354	\$ 3,292,137	\$ 4,641,835

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

TOWN OF LIMERICK, MAINE

SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION
FOR THE YEAR ENDED DECEMBER 31, 2015

	General Capital Assets 1/1/15	Additions	Deletions	General Capital Assets 12/31/15
Fire Department	\$ 1,906,714	\$ -	-	\$ 1,906,714
Public Works	3,904,686	178,416	-	4,083,102
Transfer Station	21,600	21,400	-	43,000
Library	7,000	-	-	7,000
Town-Wide	1,170,532	47,957	-	1,218,489
Total General Capital Assets	7,010,532	247,773	-	7,258,305
Less: Accumulated Depreciation	(2,405,507)	(210,963)	-	(2,616,470)
Net General Capital Assets	\$ 4,605,025	\$ 36,810	\$ -	\$ 4,641,835

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