

TOWN OF SOUTH THOMASTON, MAINE
INDEPENDENT AUDITORS' REPORT AND
FINANCIAL STATEMENTS

DECEMBER 31, 2019

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Maine Municipal Audit Services, PA

Mindy J. Cyr, CPA

Independent Auditors' Report

To the Board of Selectmen
Town of South Thomaston
South Thomaston, Maine

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Town of South Thomaston, Maine, as of and for the year ended December 31, 2019, 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 preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

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 South Thomaston, Maine, as of December 31, 2019, and the respective changes in financial position 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, schedule of changes in net OPEB liability and related ratios, and budgetary comparison schedule, on pages 5-6, 26, and 27 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 South Thomaston, Maine's basic financial statements. The combining and individual non-major fund financial statements, schedule of property valuation, and schedule of taxes receivable are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of property valuation, and schedule of taxes receivable 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 non-major fund financial statements, schedule of property valuation, and schedule of taxes receivable are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Maïne Municipal Audit Service, P.A.

Levant, Maine
January 23, 2020

Town of South Thomaston
Management's Discussion and Analysis
Fiscal Year ending December 31, 2019

Management of the Town of South Thomaston offers this management's discussion and analysis report that will provide information that should be used in conjunction with the outside audit report for fiscal year ending December 31, 2019.

Overview of the Financial Statements:

The discussion and analysis report is intended to serve as an introductory to the full audit report. The audit report consists of three components: government-wide financial statements; fund financial statements, and the notes to the financial statements. This report is intended to explain some of these financial statements in a concise and non-financial terminology.

Government-wide Financial Statements:

The government-wide financial statements present the Town's financial position as of a certain date using some common financial reporting tools and using the modified accrual basis of accounting. The governmental activities that are reported include: general government, public safety, public works, health, social services, education and cemetery, parks and recreation activities.

Fund Financial Statements:

A fund is a group of related accounts that have been grouped together to maintain control over activities that are segregated for specific purposes and objectives. These funds include: trust fund accounts.

Fiduciary Fund Accounts include funds set aside by a specific trust fund document or by state law.

Notes to the Financial Statements:

The notes provide the reader with additional information about the Town that will help understand the financial data provided by our outside audit firm and our financial statements.

Government Wide Financial Analysis:

The audit report shows that the Town decreased our net position by \$(40,829) for the year ending December 31, 2019. Ending Net Position is \$ 2,582,618. The Town's outstanding long-term debt of \$ 227,967.

Town of South Thomaston
Management's Discussion and Analysis
Fiscal Year ending December 31, 2019

All Town departments finished the year under budget. The general fund actual revenues totaled \$ 4,553,802, with actual expenditures totaling \$ 4,646,191.

Contacting the Town's Management:

If you have any questions about this report or need additional financial information, contact the Town Office at 125 Spruce Head Road, South Thomaston, Maine 04858.

Town of South Thomaston, Maine
Statement of Net Position
December 31, 2019

Statement 1

		Total Governmental Activities
ASSETS:		
Current assets:		
Cash and cash equivalents	\$	1,357,046
Accounts receivable, net of allowance		32,063
Taxes receivable		286,648
Tax liens receivable		74,682
Total current assets	\$	1,750,439
Non-current assets:		
Capital assets, net of accumulated depreciation		1,235,845
Total non-current assets		1,235,845
Deferred outflows of resources:		
OPEB related outflows		1,000
Total deferred outflows of resources		1,000
TOTAL ASSETS	\$	2,987,284
LIABILITIES:		
Current liabilities:		
Accounts payable	\$	12,985
Due to other governments		4,812
Current portion of long-term debt		17,988
Total current liabilities	\$	35,786
Non-current liabilities:		
Non-current portion of long-term debt:		
Bonds payable		209,979
OPEB liabilities		50,556
Total non-current liabilities		260,535
TOTAL LIABILITIES		296,321
DEFERRED INFLOWS OF RESOURCES:		
Prepaid property taxes		30,900
Deferred revenue - revenue sharing		70,094
OPEB related inflows		7,352
TOTAL DEFERRED INFLOWS OF RESOURCES		108,346
NET POSITION:		
Net investment in capital assets		1,007,878
Restricted - see footnotes		597,792
Unrestricted		976,947
TOTAL NET POSITION		2,582,618
TOTAL LIABILITIES AND NET POSITION	\$	2,987,284

The accompanying notes are an integral part of this statement.

Town of South Thomaston, Maine
Statement of Activities
For the Year Ended December 31, 2019

	Net (Expense) revenue and Changes in Net Position				
	Expenses	Charges for services	Operating Grants and Contributions	Primary Government	
				Governmental Activities	Total
Governmental activities:					
General government	\$ 310,995	\$ 11,989	\$ -	\$ (299,006)	\$ (299,006)
Public health and sanitation	214,217	5,649	-	(208,568)	(208,568)
Public works	161,745	7,408	13,088	(141,250)	(141,250)
Public safety	394,390	106,552	-	(287,838)	(287,838)
County tax	286,875	-	-	(286,875)	(286,875)
Education	3,103,245	-	-	(3,103,245)	(3,103,245)
Interest expense	10,777	-	-	(10,777)	(10,777)
Unclassified	41,971	-	483	(41,487)	(41,487)
Depreciation	97,941	-	-	(97,941)	(97,941)
Total governmental activities	4,622,155	131,598	13,571	(4,476,986)	(4,476,986)
Total Primary Government	4,622,155	131,598	13,571	(4,476,986)	(4,476,986)
General revenues:					
Property taxes, levied for general purposes				3,769,221	3,769,221
Excise taxes				381,821	381,821
Interest income				13,610	13,610
Interest and charges on liens				24,305	24,305
Licenses and permits				3,091	3,091
Grants and contributions not restricted to specific programs:					
State revenue sharing				79,172	79,172
Tree growth				2,804	2,804
Homestead				77,749	77,749
Other state funds				2,468	2,468
Miscellaneous revenues				62,065	62,065
Transfers from Fiduciary Fund				19,850	19,850
Total general revenues and transfers				4,436,157	4,436,157
Change in net position				(40,829)	(40,829)
NET POSITION - BEGINNING - RESTATED - see footnotes				2,623,447	2,623,447
NET POSITION - ENDING			\$	2,582,618	\$ 2,582,618

The accompanying notes are an integral part of this statement.

Town of South Thomaston, Maine
Balance Sheet
Governmental Funds
December 31, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 735,697	\$ 621,349	\$ 1,357,046
Accounts receivable, net of allowance	32,063	-	32,063
Due from other funds	-	1,794	1,794
Taxes receivable, net	286,648	-	286,648
Tax liens receivable	74,682	-	74,682
TOTAL ASSETS	\$ 1,129,090	\$ 623,144	\$ 1,752,233
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts payable	\$ 12,985	\$ -	\$ 12,985
Due to other funds	1,794	-	1,794
Due to other governments	4,812	-	4,812
<i>Total liabilities</i>	<i>19,592</i>	<i>-</i>	<i>19,592</i>
<i>Deferred inflows of resources:</i>			
Prepaid property taxes	30,900	-	30,900
Deferred revenue - revenue sharing	70,094	-	70,094
Deferred property tax revenue	264,344	-	264,344
<i>Total deferred inflows of resources</i>	<i>365,338</i>	<i>-</i>	<i>365,338</i>
<i>Fund balances:</i>			
Assigned - <i>see footnotes</i>	159,946	25,352	185,298
Restricted - <i>see footnotes</i>	-	597,792	597,792
Unassigned	584,214	-	584,214
<i>Total fund balances</i>	<i>744,160</i>	<i>623,144</i>	<i>1,367,303</i>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,129,090	\$ 623,144	
<i>Amounts reported for governmental activities in the statement of net position (Stmt. 1) are different because:</i>			
Depreciable and non-depreciable capital assets as reported in Stmt. 1			1,235,845
Long-term liabilities, including bonds payable, as reported on Stmt. 1			(227,967)
Deferred property taxes not reported on Stmt. 1			264,344
Deferred outflows of resources - OPEB related expenditures			1,000
Deferred inflows of resources - OPEB related inflows			(7,352)
OPEB liabilities			(50,556)
NET POSITION OF GOVERNMENTAL ACTIVITIES			\$ 2,582,618
The accompanying notes are an integral part of this statement.			

Town of South Thomaston, Maine
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	General Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:			
Property taxes	\$ 3,768,679	\$ -	\$ 3,768,679
Excise taxes	381,821	-	381,821
Intergovernmental revenue	175,765	-	175,765
Interest income	6,479	7,132	13,610
Interest on taxes and lien fees	24,305	-	24,305
Licenses and permits	3,091	-	3,091
Charges for services	131,598	-	131,598
Other revenue	62,065	-	62,065
<i>Total revenues</i>	<i>4,553,802</i>	<i>7,132</i>	<i>4,560,934</i>
EXPENDITURES:			
General government	315,543	-	315,543
Public health and sanitation	214,217	-	214,217
Public works	170,796	-	170,796
Public safety	486,789	-	486,789
Special assessments	3,390,119	-	3,390,119
Unclassified	68,727	-	68,727
<i>Total expenditures</i>	<i>4,646,191</i>	<i>-</i>	<i>4,646,191</i>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<i>(92,389)</i>	<i>7,132</i>	<i>(85,257)</i>
OTHER FINANCING SOURCES (USES):			
Transfers in	75,155	138,723	213,878
Transfers (out)	(138,723)	(55,305)	(194,028)
Proceeds from issuance of tax anticipation note	600,000	(222,591)	377,409
Pay-off of tax anticipation note	(602,250)	223,426	(378,824)
<i>Total other financing sources (uses)</i>	<i>(65,818)</i>	<i>84,253</i>	<i>18,435</i>
<i>Net change in fund balances</i>	<i>(158,207)</i>	<i>91,385</i>	<i>(66,822)</i>
FUND BALANCES - BEGINNING	902,367	531,759	1,434,126
FUND BALANCES - ENDING	\$ 744,160	\$ 623,144	\$ 1,367,303

The accompanying notes are an integral part of this statement.

Statement 4
(Continued)

Town of South Thomaston, 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, 2019

Net change in fund balances - total governmental funds (Statement 4)	\$ (66,822)
Amounts reported for governmental activities in the statement of activities (Stmnt. 2) are different due to the following items:	
Depreciation expense recorded on statement of activities, yet not required to be recorded as expenditures on governmental funds	(97,941)
Capital outlays expensed on the Governmental Funds report (Stmnt. 4), yet not considered an expense for the purposes of Statement of Activities (Stmnt. 2)	109,149
Revenues in the Statement of Activities (Stmnt 2) that do not provide current financial resources are not reported as revenues in the funds. More specifically, this amount represents the change in deferred property taxes.	542
Issuance of short-term debt recognized as revenue in the Governmental Funds report (Stmnt. 4), yet not considered revenues for the purposes of the Statement of Activities (Stmnt. 2)	(600,000)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. More specifically, this represents the net amount of principal reduction in debt service made during the fiscal year.	617,394
OPEB expenses under GASB #75 are not reported in the governmental fund statements	(3,151)
Changes in net position of governmental activities (see Stmnt. 2)	\$ (40,829)

The accompanying notes are an integral part of this statement.

Town of South Thomaston, Maine
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2019

		Private Purpose Trust Funds
Assets:		
Cash and cash equivalents	\$	716,388
TOTAL ASSETS	\$	716,388
Net position:		
Non-spendable - footnote	\$	678,732
Restricted		37,656
TOTAL NET POSITION - FIDUCIARY FUND	\$	716,388

The accompanying notes are an integral part of this statement.

Town of South Thomaston, Maine
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Fiduciary Fund Type
For the Year Ended December 31, 2019

		NON-EXPENDABLE TRUST FUNDS																Total
		Horace Allen Memorial Fund	Rolph & Ella Rockliff Memorial Fund	Ambulance Trust Fund	Randall & Arlene Hopkins Memorial	Randall & Arlene Hopkins Library	Randall & Arlene Hopkins Historical	Randall & Arlene Hopkins Memorial	Forest Hills Cemetery	Million Pierce Trust	Monroe Trust Fund	Ocean View Cemetery	Village Cemetery Trust	Thornhill Cemetery Trust Fund	Williams Cemetery Trust	Fiduciary Funds		
REVENUES:																		
Interest Income																		
Total revenues	\$	28	\$ 1,206	\$ 243	\$ 380	\$ 632	\$ 632	\$ 4,068	\$ 87	\$ 45	\$ 49	\$ 432	\$ 836	\$ 9	\$ 9	\$ 8,656		
		28	1,206	243	380	632	632	4,068	87	45	49	432	836	9	9	8,656		
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		28	1,206	243	380	632	632	4,068	87	45	49	432	836	9	9	8,656		
OTHER FINANCING SOURCES (USES) OF FUNDS:																		
Transfer (to) General Fund	-		(6,000)	(9,850)				(4,000)								(19,850)		
Transfer (to) General Fund - TAN	(1,225)		(54,846)	(7,246)	(16,454)	(27,341)	(27,341)	(178,471)	(3,750)	(1,957)	(2,132)	(19,710)	(36,158)	(376)	(402)	(377,409)		
Transfer from General Fund - TAN and Interest	1,229		55,074	7,273	16,516	27,444	27,444	179,140	3,764	1,964	2,140	19,762	36,293	377	404	378,824		
Total other financing sources (uses)	5		(5,772)	(9,823)	62	103	103	(3,331)	14	7	8	51	136	1	2	(18,435)		
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES		33	(4,566)	(9,580)	442	734	734	737	101	53	57	484	971	10	11	(9,779)		
FUND BALANCE - BEGINNING OF YEAR		2,333	104,507	20,837	31,352	52,097	52,097	340,069	7,146	3,728	4,062	37,557	68,897	716	767	726,167		
FUND BALANCE - END OF YEAR	\$	2,366	\$ 99,941	\$ 11,257	\$ 31,794	\$ 52,831	\$ 52,831	\$ 340,806	\$ 7,247	\$ 3,781	\$ 4,119	\$ 38,041	\$ 69,868	\$ 727	\$ 778	\$ 716,388		

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of South Thomaston, Maine (the Town) was incorporated in 1848. The Town operates under a selectmen/administrative assistant/town meeting form of government and is incorporated under the laws of the State of Maine.

The accounting policies of the Town conform to U.S. generally accepted accounting principles (GAAP) as applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institutes of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units* and the Financial Accounting Standards Board (when applicable).

GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – For State and Local Governments*, and its amendments, established new financial reporting requirements for governments and caused the Town to restructure much of the information presented in the past. The more significant of the government’s accounting policies are described below.

The accompanying financial statements present the government of the Town of South Thomaston, Maine, which is identified based upon the criteria identified in GASB Statement No. 14, *The Financial Reporting Entity*. The Town engages in a range of municipal services, including administrative services, public safety, health and sanitation, and education. The financial statements include all operations of the Town. Based on criteria set forth in Section 2100 of GASB’s *Codification of Governmental Accounting and Financial Reporting Standards*, the Town of South Thomaston has no component units that are not included in this report.

B. Basis of Presentation

The Town’s basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

Government-Wide Financial Statements

The Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities that report information on all of the non-fiduciary activities of the Town as a whole.

The Statement of Net Position reports all financial and capital resources of the Town and reports the difference between assets and liabilities as “net position” not fund balance or equity. The Statement of Activities shows the degree to which the direct expenses of a given function or segment are offset by program revenue and reflects the “net (expense) revenue” of the Town’s individual functions before applying general revenues. The Town has elected not to allocate indirect costs among programs. Program revenues include 1) charges to customers for services and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the Government-wide financial statements. The focus of governmental and proprietary fund financial statements is on major funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements, with non-major funds being aggregated and displayed in a single column. The General Fund is always a major fund.

Because of the basis of accounting and reporting differences, summary reconciliations to the Government-wide financial statements are presented at the end of each applicable fund financial statement.

C. Measurement Focus and Basis of Accounting

Governmental Fund Types

General Fund – 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.

Capital Projects Fund – Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Special Revenue Fund – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Fiduciary Fund Types

Fiduciary funds account for assets held by the Town in a trustee capacity. Non-expendable trust funds are held for investment with the interest only available for cemetery and other specified expenditures.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting is a conceptual description of the timing of the accounting measurements made.

The Government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting. In accordance with GASB #34, Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor have been met.

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

TOWN OF SOUTH THOMSTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis concept, revenues are recognized when they become measurable (estimable as to the net amount to be collected) and available as current assets. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

When both restricted and unrestricted resources are available, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Budgets and Budgetary Accounting

Formal budgetary accounting is employed as a management control for the general fund only. Annual operating budgets are adopted each fiscal year by the registered voters of the Town at their annual Town meeting. Budgets are established in accordance with generally accepted accounting principles. Budgetary control is exercised by department heads, town administration and the board of selectmen. All unencumbered budget appropriations lapse at the end of the year unless specifically designated by the Board of Selectmen or required by law.

E. Assets, Liabilities, Fund Equity, Revenue, Expenditures and Expenses

Cash and Cash Equivalents

Cash and cash equivalents include currency on hand, demand deposits with financial institutions, and other accounts with an original maturity of three months or less when purchased. Investments are recorded at fair market value.

Interfund Receivables and Payables

Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts.

Compensated Absences

The Town awards vacation and sick benefits based on length of employment. All unused benefits lapse at the end of the fiscal year.

Capital Assets and Depreciation

Capital assets, which include property, plant, equipment and infrastructure assets (roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical costs or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land & land improvements	15-50
Infrastructure	10-20
Buildings	20-50
Equipment & vehicles	5-10

Net Position and Fund Balances

In the Government-wide financial statements, the difference between the Town's total assets and total liabilities represents net position. Net position displays three components – invested in capital assets, net of related debt; restricted (distinguished between major categories of restrictions); and unrestricted. Unrestricted net position represents the net assets available for future operations.

In the Fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. These designations are categorized as follows:

Non-spendable – Funds that are not in spendable form, such as funds that are legally required to be maintained in tact (corpus of a permanent fund).

Restricted – Funds that are restricted for use by an external party, constitutional provision, or enabling legislation.

Assigned – Funds intended to be used for specific purposes set by the Board of Selectmen.

Unassigned – Funds available for any purpose.

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

Deferred Revenue

Deferred revenue arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenue arises when resources are received by the Town before the Town has legal claim to them. In subsequent periods, when both revenue recognition criteria are met or when the Town has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes for the current year were committed on July 31, 2019, on the assessed value listed as of April 1, 2019, for all real and personal property located in the Town. Payment of taxes was due October 1, 2019, with interest at 7% on all tax bills unpaid as of the due date.

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 \$23,733 for the year ended December 31, 2019.

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

Property taxes levied during the year 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 revenues.

Risk Management

The Town pays insurance premiums to certain agencies to cover risks that may occur in normal operations. The Town purchases employee fidelity bond coverage. There have been no significant reductions in insurance coverage from the prior year. No settlements of claims have exceeded insurance coverage in the current year.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Estimates are used to determine depreciation expense. Actual results could differ from those estimates.

2. DEPOSITS AND INVESTMENTS

Typically, the Town invests funds in checking accounts, savings accounts, and certificates of deposit. From time to time the Town's deposits and investments may be subject to risks, such as the following:

Custodial Credit Risk – *Deposits* - the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town uses only financial institutions that are insured by the FDIC or additional insurance. At December 31, 2019, cash deposits had a carrying value of \$2,073,434, all of which was covered by FDIC or collateralized.

Interest Rate Risk – The Town does not currently have a deposit policy for interest rate risk.

Credit Risk – The Town does not have a formal policy regarding credit risk. Maine statutes authorize the Town to invest in obligations of the U.S. Treasury, and U.S. Agencies and certain bonds, securities and real assets.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

3.

CAPITAL ASSETS

Governmental activities:	Balance 1/1/19	Additions	Deletions	Balance 12/31/19
Capital assets not being depreciated:				
Land & improvements	\$ 294,695	\$ -	\$ -	\$ 294,695
Capital assets being depreciated:				
Buildings	671,589	-	-	671,589
Vehicles	703,402	55,305	-	758,707
Equipment	331,876	44,793	-	376,669
Infrastructure	1,118,252	9,051	-	1,127,303
Total capital assets being depreciated	2,825,119	109,149	-	2,934,268
Less accumulated depreciation	(1,895,176)	(97,941)	-	(1,993,117)
Total capital assets being depreciated, net	929,943	11,208	-	941,151
Governmental activities Capital assets, net	\$ 1,224,638	\$ 11,208	\$ -	\$ 1,235,846

Depreciation expense is allocated to the following departments of the town:

General govern	\$16,823
Public works	31,618
Public safety	43,257
Recreation & culture	6,243
Total	\$ 97,941

4.

ACCOUNTS RECEIVABLE

The ambulance billing accounts receivable is shown net of the estimated allowance for doubtful accounts:

Ambulance billing	\$ 80,158
Estimated uncollectible	(48,095)
	\$ 32,063

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

5. FUND BALANCES

Assigned Fund Balance:

General Fund – MRC/Put option	\$146,242
General Fund – State snow plow reimbursement	3,704
General Fund – Island Road project	10,000
Capital Projects Fund – Fire truck repair reserve	<u>25,352</u>
	<u>\$ 185,298</u>

Restricted Fund Balance:

Capital Projects Fund:

Ambulance reserve	\$ 12,035
Ambulance equipment	6,530
Town landings	135,681
Revaluation	62,208
Fire equipment	18,879
Fire truck	183,793
Paving reserve	103,897
Cemetery reserve	8,768
Building reserve	27,367
Fire SCBA reserve	6,318
Fire pond maintenance	10,113
Emergency disaster reserve	20,409

Special Revenue Fund:

Skateboard park fund	367
Lives lost at sea memorial	1,040
Fuel assistance donations	<u>387</u>

Total \$ 597,792

Fiduciary Fund:

	<i>Non-spendable:</i>	<i>Restricted:</i>	<i>Total:</i>
Horace Allen scholarship	\$ 500	\$ 1,866	\$ 2,366
Ralph & Ella Rackliff Memorial Fund	100,000	(59)	99,941
Ambulance Trust Fund	-	11,257	11,257
Randall & Arlene Hopkins Memorial Fund	30,000	1,795	31,795
Randall & Arlene Hopkins Library Fund	50,000	2,831	52,831
Randall & Arlene Hopkins Historical Fund	50,000	2,831	52,831
Randall & Arlene Hopkins Memorial Fund	328,627	12,179	340,806
Forest Hills Cemetery Trust	7,000	247	7,247
Miriam Pierce Cemetery Trust	2,000	1,781	3,781
Monroe Cemetery Trust	4,000	119	4,119
Ocean View Cemetery Trust	37,115	926	38,041
Village Cemetery Trust	68,190	1,678	69,868
Thorndike Cemetery Trust	600	127	727
Williams Cemetery Trust	700	78	778
Total	\$ 678,732	\$ 37,656	\$ 716,388

6. DEFERRED REVENUE

The Deferred Revenue accounts shown on the balance sheet are for the following items:

State revenue sharing - \$ 70,094 – This number represents the accumulated difference between the actual state revenue sharing received and the estimated amount used to reduce the property tax commitment each year.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

7. LONG-TERM DEBT

Long-term liability activity for the year ended December 31, 2019 was as follows:

	1/1/2019	Additions	Payments	12/31/2019
The First, NA, building renovations, dated 10/1/2015, 2.86%	\$ 245,361	\$ -	\$ (17,394)	\$ 227,967
Tax anticipation loan from capital project and trust funds	-	600,000	(600,000)	-
	<u>\$ 245,361</u>	<u>\$ 600,000</u>	<u>\$ (617,394)</u>	<u>\$ 227,967</u>

The annual future principal payment requirement for bonds payable outstanding as of December 31, 2019, is as follows:

Year ending December 31,	Governmental Activities		Interest	Total
	Principal			
2020	\$ 17,988		\$ 6,518	\$ 24,506
2021	18,502		6,004	24,506
2022	19,032		5,474	24,506
2023	19,576		4,930	24,506
2024	20,136		4,370	24,506
2025-2029	86,469		36,061	122,530
2030-2033	46,264		27,254	73,518
Total		<u>\$ 227,967</u>	<u>\$ 90,611</u>	<u>\$ 318,578</u>

8. PENDING LITIGATION

According to Town management, there are no matters that would result in adverse losses, claims, or assessments against the Town through the date of the audit report.

9. SUBSEQUENT EVENTS

Management has made an evaluation of subsequent events to and including the audit report date, which was the date the financial statements were available to be issued, and determined that any subsequent events that would require recognition or disclosure have been considered in the preparation of the financial statements.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

10. OPEB OBLIGATIONS

Plan Description

The Town provides health insurance to its employees through Maine Municipal Employees Health Trust (MMEHT). The Town does not provide postemployment or postretirement health benefits, but it is subject to an implicit benefit for its members in MMEHT.

Accounting Policies

The impact of experience gains or losses and assumption changes on the Total OPEB Liability (TOI) are recognized in the OPEB expense over the average expected remaining life of all active and inactive members of the Plan. As of the beginning of the measurement period, this average was 3 years.

The table below shows changes in the change in Net OPEB Liability during the 2019 measurement year:

	Net OPEB Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances 1/1/2018			
(Reporting 12/31/2018)	\$ 51,906	\$ -	\$ 51,906
Changes for the year:			
Service cost	3,158	-	3,158
Interest	1,833	-	1,833
Changes of assumptions	(2,744)	-	(2,744)
Contributions – employer	-	3,597	(3,597)
Benefit payments	(3,597)	(3,597)	-
Net changes	(1,350)	-	(1,350)
Balances 1/1/2019			
(Reporting 12/31/2019)	\$ 50,556	\$ -	\$ 50,556

The table below summarizes the current balances of deferred outflows and deferred inflows of resources along with the net recognition over the next 5 years, and thereafter:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,000	\$ -
Changes in assumptions	-	3,755
Net difference between projected & actual earnings on OPEB plan investments	-	-
Total	\$ 1,000	\$ 3,755

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

10. OPEB OBLIGATIONS (CONTINUED)

Amounts reported as deferred outflows and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June 30:	
2020	(1,841)
2021	(914)
2022	0
2023	0
2024	0
Thereafter	0

As of January 1, 2018, the plan membership data is comprised of 3 active members with only an implicit benefit.

Key Economic Assumptions:

Measurement date: January 1, 2019

Discount rates: 4.10% per annum for year end 2019 reporting
3.44% per annum for year end 2018 reporting

Trend assumptions: *Pre-Medicare Medical* – Initial trend of 8.20% applied in FYE 2018 grading over 14 years to 4.00% per annum.
Pre-Medicare Drug – Initial trend of 9.60% applied in FYE 2018 grading over 14 years to 4.00% per annum.
Medicare Medical – Initial trend of 4.93% applied in FYE 2018 grading over 14 years to 4.00% per annum.
Medicare Drug – Initial trend of 9.60% applied in FYE 2018 grading over 14 years to 4.00% per annum.
Administrative and claims expense – 3% per annum.

Future Plan Changes

It is assumed that the current plan and cost-sharing structure remains in place for all future years.

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

10. OPEB OBLIGATIONS (CONTINUED)

Demographic Assumptions:

Retiree continuation: Retirees who are current Medicare participants – 100%
Retirees who are Pre-medicare, active participants – 75%
Spouses who are Pre-medicare, spouse is active participant – 50%

Rate of mortality: Based on 104% and 120% of the RP-2014 Total Dataset Healthy Annuitant Mortality Table, respectively, for males and females, using the RP-2014 Total Dataset Employee Mortality Table for ages prior to start of the Healthy Annuitant Mortality Table, both projected from the 2006 base rates using the RPEC_2015 model, with an ultimate rate of 0.85% for ages 20-85 grading down to an ultimate rate of 0% for ages 111-120, and convergence to the ultimate rate in the year 2020.

Marriage assumptions: A husband is assumed to be 3-years older than his wife.

Assumed rate of retirement: For employees hired prior to July 1, 2014

- Age 55-58 – 5%
 - Age 59-64 – 20%
 - Age 65-69 - 25%
 - Age 70+ - 100%
- For employees hired after July 1, 2014
- Age 55-63 – 5%
 - Age 64-69 – 20%
 - Age 70+ - 100%

Salary increases: 2.75% per year

Discount Rate

The discount rate used to measure the TOL was 4.10% based on a measurement date of January 1, 2019. This rate is assumed to be an index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher, for pay as you go plans.

The following table shows how the net OPEB liability as of December 31, 2019 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate. The current rate is 4.10%.

	1% Decrease	Current Rate	1% Increase
	3.10%	4.10%	5.10%
	\$ 54,822	\$ 50,556	\$ 46,860

TOWN OF SOUTH THOMASTON, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

10. OPEB OBLIGATIONS (CONTINUED)

Changes in the healthcare trend affect the measurement of the TOL. Lower healthcare trend rates produce a lower TOL and higher healthcare trend rates produce a higher TOL. The table below shows the sensitivity of the TOL to the healthcare trend rates.

1% Decrease	Healthcare Trend Rates	1% Increase
\$ 46,462	\$ 50,556	\$ 55,250

A 1% decrease in the healthcare trend rate decreases the NOL by approximately 8.1%. A 1% increase in the healthcare trend rate increases the NOL by approximately 9.3%.

11. RESTATEMENT OF NET POSITION

The Town's opening net position has been restated to account for the effects of the implementation of GASB #75 as follows:

Beginning net position – as originally stated	\$ 2,677,204
Net OPEB liability as of December 31, 2018	<u>(53,757)</u>
Net position January 1, 2019 - restated	\$ 2,623,447

TOWN OF SOUTH THOMASTON, MAINE
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2019

Schedules of Required Supplementary Information start with one year of information as of the implementation of GASB No. 75, but eventually will build up to 10 years of information. The schedule below shows changes in total OPEB liability and related ratios required by GASB No. 75.

	FYE 2019	FYE 2018
Total OPEB Liability		
Service cost (BOY)	\$ 3,158	\$ 2,766
Interest (includes interest on service cost)	1,833	2,052
Changes of benefit terms	0	0
Differences between expected and actual experience	0	3,002
Changes of assumptions	(2,744)	(5,778)
Benefit payments, including refunds of member contributions	(3,597)	(3,298)
Net change in total OPEB liability	\$ (1,350)	\$ (1,256)
Total OPEB liability – beginning	\$ 51,906	\$ 53,162
Total OPEB liability – ending	\$ 50,556	\$ 51,906
<u>Plan fiduciary net position</u>		
Contributions – employer	3,597	3,298
Contributions – member	0	0
Net investment income	0	0
Benefit payments, including refunds of member contributions	(3,597)	(3,298)
Administrative expenses	0	0
Net change in plan fiduciary net position	0	0
Plan fiduciary net position – beginning	0	0
Plan fiduciary net position – ending	0	0
Net OPEB liability – endings	\$ 50,556	\$ 51,906
Plan fiduciary net position as a percentage of the total OPEB liability	0.0%	0.0%
Covered employee payroll	\$ 95,148	\$ 95,148
Net OPEB liability as a percentage of covered employee payroll	53.1%	54.6%

Town of South Thomaston, Maine

Schedule A

General Fund

Budgetary Comparison Schedule

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with
	Original	Final	Actual Amounts	Final Budget- Positive (negative)
REVENUES:				
Property taxes	\$ 3,770,642	\$ 3,770,642	\$ 3,768,679	\$ (1,963)
Excise taxes	370,000	370,000	381,821	11,821
Intergovernmental revenue	173,503	173,503	175,765	2,262
Interest income	-	-	6,479	6,479
Interest on taxes and lien fees	25,000	25,000	24,305	(695)
Licenses and permits	4,200	4,200	3,091	(1,109)
Charges for services	57,130	109,869	131,598	21,728
Other revenues	180,069	200,786	62,065	(138,721)
Total revenues	4,580,544	4,654,001	4,553,802	(100,199)
EXPENDITURES:				
General government	349,090	349,090	315,543	33,547
Public health and sanitation	208,299	208,299	214,217	(5,918)
Public works	199,790	214,540	170,796	43,744
Public safety	359,982	498,593	486,789	11,804
Special assessments	3,390,119	3,390,119	3,390,119	-
Unclassified	60,415	70,415	68,727	1,688
Total expenditures	4,567,695	4,731,057	4,646,191	84,866
Excess (deficiency) of revenues over (under) expenditures	12,849	(77,056)	(92,389)	(185,065)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	75,155	75,155	-
Transfers (out)	(138,723)	(138,723)	(138,723)	-
Transfer in - Proceeds from issuance of tax anticipation note	-	-	600,000	600,000
Transfer (out) - Pay-off of tax anticipation note	-	-	(602,250)	(602,250)
Total other financing sources	(138,723)	(63,568)	(65,818)	(2,250)
Net changes in fund balances	(125,874)	(140,624)	(158,207)	
TOTAL FUND BALANCES - BEGINNING			902,367	
TOTAL FUND BALANCES - ENDING			\$ 744,160	

Town of South Thomaston, Maine
Combining Balance Sheet - All Other Non-Major Governmental Funds
December 31, 2019

	Capital Reserve Funds	Special Revenue Funds	Total Other Governmental Funds
ASSETS:			
Cash and cash equivalents	\$ 621,349	\$ -	\$ 621,349
Due from the General Fund	-	1,794	1,794
TOTAL ASSETS	\$ 621,349	\$ 1,794	\$ 623,144
LIABILITIES AND FUND BALANCES:			
Fund Balance:			
Restricted:			
Ambulance reserve	\$ 12,036	\$ -	\$ 12,036
Ambulance equipment	6,530	-	6,530
Town landing	135,681	-	135,681
Revaluation	62,208	-	62,208
Fire equipment	18,879	-	18,879
Fire truck	183,793	-	183,793
Paving	103,897	-	103,897
Cemetery reserve	8,768	-	8,768
Building reserve	27,367	-	27,367
Emergency disaster reserve	20,409	-	20,409
Fire pond maintenance reserve	10,113	-	10,113
Fire SCBA reserve	6,318	-	6,318
Skateboard fund	-	367	367
Lives lost at sea memorial	-	1,040	1,040
Fuel assistance donations	-	388	388
Assigned:			
Fire truck repair reserve	25,352	-	25,352
Total fund balance	621,349	1,794	623,144
TOTAL LIABILITIES AND FUND BALANCES	\$ 621,349	\$ 1,794	\$ 623,144

Town of South Thomaston, Maine
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Capital Reserve Funds
For the Year Ended December 31, 2019

Schedule C

REVENUES:
Interest Income
Total revenues

EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES

OTHER FINANCING SOURCES (USES) OF FUNDS:

Transfer from General Fund
Transfer (to) General Fund
Transfer (to) General Fund - TAN
Transfer from General Fund - TAN
Transfer from General Fund - Interest
Total other financing sources (uses)

EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING
SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES

FUND BALANCE - BEGINNING OF YEAR

FUND BALANCE - END OF YEAR

CAPITAL RESERVE FUNDS														Total Other Governmental Funds	
Ambulance Reserve	Ambulance Equipment	Town Lending	Revolutions	Fire Equipment	Fire Truck	Paving	Cemetery Reserve	Building Reserve	Fire Truck Repair Reserve	Fire SCBA Reserve	Fire Pond Maint. Reserve	Emergency Disaster Reserve			
\$ 616	\$ 36	\$ 1,623	\$ 693	\$ 162	\$ 1,993	\$ 822	\$ 100	\$ 323	\$ 281	\$ 96	\$ 95	\$ 293	\$ 7,132		
616	36	1,623	693	162	1,993	822	100	323	281	96	95	293	7,132		
616	36	1,623	693	162	1,993	822	100	323	281	96	95	293	7,132		
616	36	1,623	693	162	1,993	822	100	323	281	96	95	293	7,132		
10,000	5,000	-	10,000	9,500	40,000	50,000	1,000	2,500	5,723	-	5,000	-	138,773		
(55,305)	-	-	-	-	-	-	-	-	-	-	-	-	(55,305)		
(24,455)	(782)	(70,217)	(21,726)	(2,199)	(53,115)	(27,800)	(3,491)	(10,227)	(5,929)	-	-	(2,652)	(222,591)		
24,455	782	70,217	21,726	2,199	53,115	27,800	3,491	10,227	5,929	-	-	2,652	222,591		
92	3	263	81	8	199	104	13	38	22	-	-	10	835		
(45,213)	5,003	263	10,081	9,508	40,199	50,104	1,013	2,538	5,745	-	5,000	10	84,253		
(44,597)	5,039	1,886	10,774	9,670	42,192	50,926	1,113	2,861	6,026	96	5,095	303	91,385		
56,633	1,491	133,795	51,434	9,209	141,601	52,971	7,655	24,506	19,325	6,222	5,018	20,106	529,965		
\$ 12,036	\$ 6,530	\$ 135,681	\$ 62,208	\$ 18,679	\$ 183,793	\$ 103,897	\$ 8,768	\$ 27,367	\$ 25,352	\$ 6,318	\$ 10,113	\$ 20,409	\$ 621,349		

Town of South Thomaston, Maine
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Special Revenue Funds
For the Year Ended December 31, 2019

	SPECIAL REVENUE FUNDS				Total Other
	Skateboard Fund	Library MBNA Grant	Lives Lost at Sea Memorial	Fuel Assistance Donations	Governmental Funds
REVENUES:					
Donations	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-
EXPENDITURES:					
Library expenditures	-	-	-	-	-
Memorial	-	-	-	-	-
Total expenditures	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	-	-	-	-	-
FUND BALANCE - BEGINNING OF YEAR	367	-	1,040	388	1,794
FUND BALANCE - END OF YEAR	\$ 367	\$ -	\$ 1,040	\$ 388	\$ 1,794

Town of South Thomaston, Maine
Schedule of Property Valuation, Assessment and Appropriations
General Fund
For the Year Ended December 31, 2019

Assessed Valuation:	
Real estate valuation	\$ 268,202,669
Personal property valuation	<u>1,128,934</u>

Total valuation	<u>269,331,603</u>
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Tax Commitment:	
Tax assessment at \$14.00 per thousand	<u>3,770,642</u>

Reconciliation of Commitment with Appropriation:	
Current year tax commitment, as above	3,770,642
Estimated revenues:	
Excise taxes	370,000
State revenue sharing	79,172
LRAP	12,500
Homestead exemption reimbursement	78,225
Snowmobile	400
Veteran's exemption	1,956
BETE reimbursement	500
General assistance	750
Charges for services	57,130
Interest and lien fees	25,000
Building permit and fees	3,500
Other income	180,769
Appropriated from fund balance	<u>149,607</u>

Municipal appropriations	\$ 4,730,151
County tax	1,316,299
Education	286,875
	<u>3,103,245</u>

\$ 4,706,418

OVERLAY	\$ <u>23,733</u>
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Town of South Thomaston, Maine
Schedule of Taxes Receivable
General Fund
December 31, 2019

Taxes receivable:			
Real	\$	283,276	
Personal property		<u>3,372</u>	
	\$		286,648
Tax liens receivable:			
2018		<u>74,682</u>	
			<u>74,682</u>
TOTAL TAXES AND TAX LIENS RECEIVABLE			<u>\$ 361,330</u>

Town of South Thomaston, Maine
Schedule of Expenditures - Departmental Operations
For the Year Ended December 31, 2019

	Balance 1/1/2019	Appropriations	Budget Adjustments	Total Available	Expenditures	Lapsed	Balances Carried
GENERAL GOVERNMENT:							
Administration	\$ -	\$ 218,053	\$ -	\$ 218,053	\$ 209,467	\$ 8,586	\$ -
Assessors	-	40,821	-	40,821	41,707	(886)	-
Building and grounds	-	58,499	-	58,499	43,585	14,914	-
Planning board/board of appeals	-	1,520	-	1,520	624	896	-
Code enforcement	-	30,197	-	30,197	20,161	10,036	-
<i>Total</i>	-	349,090	-	349,090	315,543	33,547	-
PUBLIC HEALTH AND SANITATION:							
General assistance	-	1,500	-	1,500	950	550	-
Solid waste	-	206,799	-	206,799	213,267	(6,468)	-
<i>Total</i>	-	208,299	-	208,299	214,217	(5,918)	-
PUBLIC WORKS:							
Town roads/snow removal	-	191,790	14,750	206,540	168,729	37,811	-
Town landings and harbors	-	8,000	-	8,000	2,067	5,933	-
<i>Total</i>	-	199,790	14,750	214,540	170,796	43,744	-
PUBLIC SAFETY:							
Street lights	-	10,273	-	10,273	8,873	1,400	-
Ambulance department	-	185,827	52,739	238,566	231,832	6,734	-
Ambulance department - capital purchase	-	-	65,155	65,155	65,155	-	-
General public safety - animal control, dispatch, etc	-	56,866	-	56,866	54,879	1,987	-
Fire department	-	107,016	20,717	127,733	126,050	1,683	-
<i>Total</i>	-	359,982	138,611	498,593	486,789	11,804	-

Town of South Thomaston, Maine
Schedule of Expenditures - Departmental Operations
For the Year Ended December 31, 2019

	Balance 1/1/2019	Appropriations	Budget Adjustments	Total Available	Expenditures	Lapsed	Balances Carried
SPECIAL ASSESSMENTS:							
County Tax	-	286,875	-	286,875	286,875	-	-
Education	-	3,103,245	-	3,103,245	3,103,245	-	-
<i>Total</i>	-	3,390,119	-	3,390,119	3,390,119	-	-
UNCLASSIFIED:							
Debt service	-	26,407	-	26,407	26,756	(349)	-
Library	-	2,075	-	2,075	1,574	501	-
Recreation	-	1,000	-	1,000	810	190	-
Cemeteries	-	17,933	-	17,933	17,322	611	-
Scholarships awarded	-	-	10,000	10,000	10,000	-	-
Capital expense	-	13,000	-	13,000	12,264	736	-
<i>Total</i>	-	60,415	10,000	70,415	68,727	1,688	-
CAPITAL RESERVES:							
Fire truck reserve	-	40,000	-	40,000	40,000	-	-
Fire pond maintenance reserve	-	5,000	-	5,000	5,000	-	-
Town revaluation reserve	-	10,000	-	10,000	10,000	-	-
Fire equipment reserve	-	9,500	-	9,500	9,500	-	-
Paving reserve	-	50,000	-	50,000	50,000	-	-
Building reserve	-	2,500	-	2,500	2,500	-	-
Cemetery reserve	-	1,000	-	1,000	1,000	-	-
Ambulance reserve	-	10,000	-	10,000	10,000	-	-
Ambulance defibrillator reserve	-	5,000	-	5,000	5,000	-	-
Fire truck repair reserve	-	5,723	-	5,723	5,723	-	-
<i>Total</i>	-	138,723	-	138,723	138,723	-	-
TOTAL EXPENDITURES	\$ -	\$ 4,706,418	\$ 163,361	\$ 4,869,780	\$ 4,784,914	\$ 84,866	\$ -