

Audited Financial Statements

Town of Wells, Maine

June 30, 2015



*Proven Expertise and Integrity*

TOWN OF WELLS, MAINE

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JUNE 30, 2015

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## INDEPENDENT AUDITORS' REPORT

Board of Selectmen  
Town of Wells  
Wells, Maine

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Wells, Maine, as of and for the year ended June 30, 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 financial statements.

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

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Wells, Maine as of June 30, 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, budgetary comparison information and pension information on pages 4 through 11 and 49 through 52 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 Wells, Maine's basic financial statements. The combining and individual non-major 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 non-major 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  
October 23, 2015

**REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2015**

**(UNAUDITED)**

The following management's discussion and analysis of Town of Wells, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2015. Please read it in conjunction with the Town's financial statements.

**Financial Statement Overview**

The Town of Wells' 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 separate columns for the two different types of town activities. The types of activities presented for the Town of Wells are:

- *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, education, health and sanitation, recreation and culture, donations and other unclassified.
- *Business-type activities* – These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. These activities for the Town of Wells include the beach operations, transfer station and recreation.

### **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 Wells, 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 Wells can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds:* Most of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental 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 Wells 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.

*Proprietary Funds:* The Town of Wells maintains three proprietary funds, beach operations, transfer station and recreation. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

### **Notes to the Financial Statements**

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

### **Required Supplementary Information**

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

### **Other Supplementary Information**

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

### **Government-Wide Financial Analysis**

Our analysis below focuses on the net position, and changes in net position of the Town's governmental activities. The Town's total net position for governmental activities increased by \$1,820,168 from \$33,330,108 to \$35,150,276. The Town's total business-type net position increased by \$128,223 from \$693,864 to \$822,087.

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 - decreased for governmental activities to a balance of \$9,007,751 at the end of this year. Unrestricted net position for business-type activities increased to a balance of \$445,082.

**Table 1**  
**Town of Wells, Maine**  
**Net Position**  
**June 30,**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2015</u>	<u>2014 (Restated)</u>	<u>2015</u>	<u>2014</u>
<b>Assets:</b>				
Current assets	\$ 13,403,218	\$ 14,454,527	\$ 540,203	\$ 347,652
Noncurrent assets	<u>26,796,175</u>	<u>24,398,616</u>	<u>377,005</u>	<u>382,164</u>
Total Assets	<u>40,199,393</u>	<u>38,853,143</u>	<u>917,208</u>	<u>729,816</u>
<b>Deferred Outflows of Resources:</b>				
Deferred outflows related to pensions	<u>137,937</u>	-	-	-
Total Deferred Outflows of Resources	<u>137,937</u>	-	-	-
<b>Liabilities:</b>				
Current liabilities	1,358,946	1,288,792	95,121	35,952
Long-term debt outstanding	<u>3,669,037</u>	<u>4,213,932</u>	-	-
Total Liabilities	<u>5,027,983</u>	<u>5,502,724</u>	<u>95,121</u>	<u>35,952</u>
<b>Deferred Inflows of Resources:</b>				
Prepaid taxes	19,595	20,311	-	-
Deferred inflows related to pensions	<u>139,476</u>	-	-	-
Total Deferred Inflows of Resources	<u>159,071</u>	<u>20,311</u>	-	-
<b>Net Position:</b>				
Net investment in capital assets	23,252,433	20,248,616	377,005	382,164
Restricted for: Special revenue funds	2,886,265	2,565,579	-	-
Permanent funds	3,827	3,825	-	-
Unrestricted	<u>9,007,751</u>	<u>10,512,088</u>	<u>445,082</u>	<u>311,700</u>
Total Net Position	<u>\$ 35,150,276</u>	<u>\$ 33,330,108</u>	<u>\$ 822,087</u>	<u>\$ 693,864</u>

**Table 2**  
**Town of Wells, Maine**  
**Change in Net Position**  
**For the Year Ended June 30,**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2015</u>	<u>2014 (Restated)</u>	<u>2015</u>	<u>2014</u>
<b>Revenues</b>				
<i>Program Revenues:</i>				
Charges for services	\$ 2,204,427	\$ 1,936,762	\$ 1,021,369	\$ 974,891
Operating grants and contributions	70,604	72,000	-	-
<i>General Revenue:</i>				
Taxes	30,265,747	28,458,566	-	-
Grants and contributions not restricted to specific programs	619,419	641,405	-	-
Investment income	27,794	38,355	-	-
Other income	875,013	472,205	7,537	7,692
<b>Total Revenues</b>	<u>34,063,004</u>	<u>31,619,293</u>	<u>1,028,906</u>	<u>982,583</u>
<b>Expenses</b>				
General government	5,145,958	5,257,816	-	-
Public safety	3,976,219	4,131,654	-	-
Health and sanitation	29,498	27,156	426,838	476,972
Recreation and culture	439,330	480,253	330,650	205,483
Education	17,407,098	16,262,656	-	-
Public works	1,757,518	1,720,566	-	-
County tax	1,540,101	1,544,617	-	-
Beach & harbors	423,239	1,139,403	235,093	131,742
Library	433,456	463,892	-	-
Unallocated depreciation	170,664	105,231	-	-
Unclassified	700,057	1,170,929	-	-
Capital outlay	-	(666,515)	-	-
Interest	127,800	54,516	-	-
<b>Total expenses</b>	<u>32,150,938</u>	<u>31,692,174</u>	<u>992,581</u>	<u>814,197</u>
Transfers	<u>(91,898)</u>	<u>(162,876)</u>	<u>91,898</u>	<u>162,876</u>
<b>Change in Net Position</b>	1,820,168	(235,757)	128,223	331,262
<b>Net Position - July 1</b>	<u>33,330,108</u>	<u>33,565,865</u>	<u>693,864</u>	<u>362,602</u>
<b>Net Position - June 30</b>	<u>\$ 35,150,276</u>	<u>\$ 33,330,108</u>	<u>\$ 822,087</u>	<u>\$ 693,864</u>

**Revenues and Expenses**

Revenues for the Town's governmental activities increased by 7.73%, while total expenses increased by 1.45%.

Revenues for the Town's business-type activities increased by 4.71%, while total expenses increased by 21.91%.

### 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 Wells, Maine**  
**Fund Balances - Governmental Funds**  
**June 30,**

	<b>2015</b>	<b>2014</b>
General Fund:		
Nonspendable	\$ 51,545	\$ 51,545
Assigned	198,566	216,453
Unassigned	5,971,418	6,541,723
Total General Fund	\$ 6,221,529	\$ 6,809,721
Nonmajor Funds:		
Special revenue funds:		
Restricted	\$ 2,886,265	\$ 2,565,579
Committed	854,338	683,199
Assigned	56,147	53,253
Unassigned	(62,826)	(90,510)
Capital projects funds:		
Committed	1,370,439	2,659,754
Unassigned	(1,350)	(6,605)
Permanent funds:		
Restricted	3,827	3,825
Total Nonmajor Funds	\$ 5,106,840	\$ 5,868,495

The general fund total fund balance decreased by \$588,192 from the prior fiscal year. The non-major fund balances decreased by \$761,655 from the prior fiscal year.

### Budgetary Highlights

The significant difference between the original and final budget for the general fund was the use of assigned and unassigned fund balances.

The general fund actual revenues were over budget by \$686,633. This was mostly a result of the increase of revenues from taxes and charges for services.

The general fund actual expenditures were under budget by \$1,128,774. All expenditures were under budget with the exception of public works.

### **Capital Asset and Debt Administration**

#### **Capital Assets**

As of June 30, 2015, the net book value of the capital assets recorded by the Town increased by \$2,392,400 from the prior year. This is a result of capital additions of \$4,583,720 less current year depreciation of \$1,621,640, and net capital deletions of \$569,680.

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

	<b>2015</b>	<b>2014</b>
Land and improvements	\$ 8,679,137	\$ 8,028,216
Construction in progress	12,130	12,130
Buildings and improvements	3,572,540	3,240,624
Machinery and equipment	1,762,014	1,744,436
Vehicles	1,700,076	1,694,712
Art works & Historical Treasures	51,500	51,500
Infrastructure	11,395,783	10,009,162
Total	<b>\$ 27,173,180</b>	<b>\$ 24,780,780</b>

#### **Debt**

At June 30, 2015, the Town had \$3.52 million in bonds outstanding versus \$4.15 million last year, a decrease of 15.18%. Other obligations include accrued vacation pay and sick leave and net pension liability. For additional comparative information on the Town's outstanding debt, refer to Note 5 of Notes to Financial Statements.

#### **Economic Factors and Next Year's Budgets and Rates**

The Town's unassigned fund balance is at a level sufficient to sustain government operations for a period of approximately two months while also maintaining significant reserves for future operations, capital and program needs.

To further promote and ensure the financial well-being and fiscal stability of the Town, the Wells Board of Selectmen amended the Fund Balance Policy in April of 2013. The Town's management established the policy following a detailed evaluation of the Town's operating characteristics, diversity of tax base, reliability of non-property tax revenue sources, working capital needs, impact on bond rating, State and local economic outlooks, emergency and disaster risk, and other contingent issues. As a

result, the Town will strive to maintain an unassigned fund balance level in an amount equal to 25.0% of the Town's General Fund Budget, i.e., an amount equal to three (3) months operating expense from the then-current operating budget. At June 30, 2015, the Town's general fund unassigned fund balance was below policy minimums. Any excess funds may be utilized for other municipal fiscal purposes, including additional capital improvement needs or tax rate stabilization or reduction purposes. Further, the Town reserves the right to appropriate funds pursuant to the Town of Wells Charter and State Statutes from unassigned fund balance for emergencies and other requirements the Town's management believes to be in the best interest of the Town of Wells.

### **Requests for Information**

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's Finance Department at 208 Sanford Road, Wells, Maine 04090.

## STATEMENT A

## TOWN OF WELLS, MAINE

STATEMENT OF NET POSITION  
JUNE 30, 2015

	Governmental Activities	Business-type Activities	Totals
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 11,906,275	\$ -	\$ 11,906,275
Investments	224,601	-	224,601
Accounts receivable (net of allowance for uncollectibles):			
Taxes	1,314,224	-	1,314,224
Liens	256,193	-	256,193
Other	190,583	-	190,583
Tax acquired property	51,545	-	51,545
Internal balances	(540,203)	540,203	-
Total current assets	<u>13,403,218</u>	<u>540,203</u>	<u>13,943,421</u>
Noncurrent assets:			
Capital assets:			
Land and other assets not being depreciated	8,195,031	-	8,195,031
Infrastructure, buildings, equipment and vehicles net of accumulated depreciation	<u>18,601,144</u>	<u>377,005</u>	<u>18,978,149</u>
Total noncurrent assets	<u>26,796,175</u>	<u>377,005</u>	<u>27,173,180</u>
<b>TOTAL ASSETS</b>	<u>40,199,393</u>	<u>917,208</u>	<u>41,116,601</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows related to pensions	<u>137,937</u>	-	<u>137,937</u>
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>137,937</u>	-	<u>137,937</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 40,337,330</u>	<u>\$ 917,208</u>	<u>\$ 41,254,538</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ 501,068	\$ 95,121	\$ 596,189
Accrued expenses	50,367	-	50,367
Escrows	353,769	-	353,769
Current portion of long-term obligations	<u>453,742</u>	-	<u>453,742</u>
Total current liabilities	<u>1,358,946</u>	<u>95,121</u>	<u>1,454,067</u>
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Bonds payable	3,090,000	-	3,090,000
Accrued compensated absences	451,103	-	451,103
Net pension liability	<u>127,934</u>	-	<u>127,934</u>
Total noncurrent liabilities	<u>3,669,037</u>	-	<u>3,669,037</u>
<b>TOTAL LIABILITIES</b>	<u>5,027,983</u>	<u>95,121</u>	<u>5,123,104</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Prepaid taxes	19,595	-	19,595
Deferred inflows related to pensions	<u>139,476</u>	-	<u>139,476</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>159,071</u>	-	<u>159,071</u>
<b>NET POSITION</b>			
Net investment in capital assets	23,252,433	377,005	23,629,438
Restricted for: Special revenue funds	2,886,265	-	2,886,265
Permanent funds	3,827	-	3,827
Unrestricted	<u>9,007,751</u>	<u>445,082</u>	<u>9,452,833</u>
<b>TOTAL NET POSITION</b>	<u>35,150,276</u>	<u>822,087</u>	<u>35,972,363</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<u>\$ 40,337,330</u>	<u>\$ 917,208</u>	<u>\$ 41,254,538</u>

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



## STATEMENT B

## TOWN OF WELLS, MAINE

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business- type Activities	Total
<b>Governmental activities:</b>							
General government	\$ 5,145,958	\$ 1,556,731	\$ -	\$ -	\$ (3,589,227)	\$ -	\$ (3,589,227)
Public safety	3,976,219	169,575	45,083	-	(3,761,561)	-	(3,761,561)
Health and sanitation	29,498	-	-	-	(29,498)	-	(29,498)
Recreation and culture	439,330	109,108	-	-	(330,222)	-	(330,222)
Education	17,407,098	-	-	-	(17,407,098)	-	(17,407,098)
Public works	1,757,518	212,499	11,823	-	(1,533,196)	-	(1,533,196)
Beach and harbors	423,239	147,168	13,698	-	(262,373)	-	(262,373)
Library	433,456	9,346	-	-	(424,110)	-	(424,110)
County tax	1,540,101	-	-	-	(1,540,101)	-	(1,540,101)
Unclassified	700,057	-	-	-	(700,057)	-	(700,057)
Unallocated depreciation (Note 4)*	170,664	-	-	-	(170,664)	-	(170,664)
Interest on long-term debt	127,800	-	-	-	(127,800)	-	(127,800)
Total governmental activities	<u>32,150,938</u>	<u>2,204,427</u>	<u>70,604</u>	<u>-</u>	<u>(29,875,907)</u>	<u>-</u>	<u>(29,875,907)</u>
<b>Business-type activities:</b>							
Beach operations	235,093	409,893	-	-	-	174,800	174,800
Transfer station	426,838	263,723	-	-	-	(163,115)	(163,115)
Recreation	330,650	347,753	-	-	-	17,103	17,103
Total business-type activities	<u>992,581</u>	<u>1,021,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,788</u>	<u>28,788</u>
Total government	<u>\$ 33,143,519</u>	<u>\$ 3,225,796</u>	<u>\$ 70,604</u>	<u>\$ -</u>	<u>(29,875,907)</u>	<u>28,788</u>	<u>(29,847,119)</u>

\*This amount excludes the depreciation that is included in the direct expenses of the various programs.

STATEMENT B (CONTINUED)  
TOWN OF WELLS, MAINE

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015

	Governmental Activities	Business-type Activities	Totals
Changes in net position:			
Net (expense) revenue	(29,875,907)	28,788	(29,847,119)
General revenues:			
Taxes:			
Property taxes, levied for general purposes	28,054,893	-	28,054,893
Excise taxes, levied for general purposes	2,210,854	-	2,210,854
Grants and contributions not restricted to specific programs	619,419	-	619,419
Investment income	27,794	-	27,794
Other income	875,013	7,537	882,550
Transfers	(91,898)	91,898	-
Total general revenues and transfers	31,696,075	99,435	31,795,510
Change in net position	1,820,168	128,223	1,948,391
NET POSITION - JULY 1, RESTATED	33,330,108	693,864	34,023,972
NET POSITION - JUNE 30	\$ 35,150,276	\$ 822,087	\$ 35,972,363

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

## TOWN OF WELLS, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2015

	General Fund	Nonmajor Funds	Total Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 11,872,688	\$ 33,587	\$ 11,906,275
Investments	224,601	-	224,601
Accounts receivable (net of allowance for uncollectibles):			
Taxes	1,314,224	-	1,314,224
Liens	256,193	-	256,193
Other	190,583	-	190,583
Tax acquired property	51,545	-	51,545
Due from other funds	162,903	5,293,503	5,456,406
<b>TOTAL ASSETS</b>	<u><u>\$ 14,072,737</u></u>	<u><u>\$ 5,327,090</u></u>	<u><u>\$ 19,399,827</u></u>
<b>LIABILITIES</b>			
Accounts payable	\$ 300,928	\$ 200,140	\$ 501,068
Accrued expenses	50,367	-	50,367
Due to other funds	5,976,499	20,110	5,996,609
Escrows	353,769	-	353,769
<b>TOTAL LIABILITIES</b>	<u><u>6,681,563</u></u>	<u><u>220,250</u></u>	<u><u>6,901,813</u></u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Prepaid taxes	19,595	-	19,595
Deferred revenues	1,150,050	-	1,150,050
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u><u>1,169,645</u></u>	<u><u>-</u></u>	<u><u>1,169,645</u></u>
<b>FUND BALANCES</b>			
Nonspendable	51,545	-	51,545
Restricted	-	2,890,092	2,890,092
Committed	-	2,224,777	2,224,777
Assigned	198,566	56,147	254,713
Unassigned	5,971,418	(64,176)	5,907,242
<b>TOTAL FUND BALANCES</b>	<u><u>6,221,529</u></u>	<u><u>5,106,840</u></u>	<u><u>11,328,369</u></u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u><u>\$ 14,072,737</u></u>	<u><u>\$ 5,327,090</u></u>	<u><u>\$ 19,399,827</u></u>

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

## TOWN OF WELLS, MAINE

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO  
THE STATEMENT OF NET POSITION  
JUNE 30, 2015

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 11,328,369
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	26,796,175
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	1,150,050
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	137,937
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	(3,520,000)
Accrued compensated absences	(474,845)
Net pension liability	(127,934)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	<u>(139,476)</u>
Net position of governmental activities	<u><u>\$ 35,150,276</u></u>

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

## TOWN OF WELLS, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	General Fund	Nonmajor Funds	Total Governmental Funds
REVENUES			
Taxes	\$ 30,212,905	\$ -	\$ 30,212,905
Intergovernmental revenue	619,419	70,604	690,023
Charges for services	879,556	1,324,871	2,204,427
Interest income	27,782	12	27,794
Other revenues	321,894	553,119	875,013
TOTAL REVENUES	<u>32,061,556</u>	<u>1,948,606</u>	<u>34,010,162</u>
EXPENDITURES			
Current:			
General government	4,090,331	1,493,432	5,583,763
Public safety	3,873,914	154,200	4,028,114
Recreation and culture	314,606	84,212	398,818
Education	17,407,098	-	17,407,098
Public works	1,546,345	-	1,546,345
Beach and harbors	229,900	103,836	333,736
Library	369,615	14,933	384,548
County tax	1,540,101	-	1,540,101
Unclassified	171,514	528,543	700,057
Capital outlay	-	2,587,731	2,587,731
Debt service:			
Principal	630,000	-	630,000
Interest	127,800	-	127,800
TOTAL EXPENDITURES	<u>30,301,224</u>	<u>4,966,887</u>	<u>35,268,111</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,760,332</u>	<u>(3,018,281)</u>	<u>(1,257,949)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	178,770	2,446,058	2,624,828
Transfers (out)	(2,527,294)	(189,432)	(2,716,726)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,348,524)</u>	<u>2,256,626</u>	<u>(91,898)</u>
NET CHANGE IN FUND BALANCES	(588,192)	(761,655)	(1,349,847)
FUND BALANCES - JULY 1	<u>6,809,721</u>	<u>5,868,495</u>	<u>12,678,216</u>
FUND BALANCES - JUNE 30	<u>\$ 6,221,529</u>	<u>\$ 5,106,840</u>	<u>\$ 11,328,369</u>

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

## TOWN OF WELLS, MAINE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED JUNE 30, 2015

Net change in fund balances - total governmental funds (Statement E)	<u>\$ (1,349,847)</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset additions	4,539,091
Capital asset disposals	(569,680)
Depreciation expense	<u>(1,571,852)</u>
	<u>2,397,559</u>
Revenues in the Statement of Activities that do not provide current financial resources as revenues in the funds:	
Taxes and liens receivable	<u>52,842</u>
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds.	
	<u>137,937</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, reduces long-term liabilities in the Statement of Net Position	
	<u>630,000</u>
Deferred inflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds.	
	<u>(139,476)</u>
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Accrued compensated absences	(13,175)
Net pension liability	<u>104,328</u>
	<u>91,153</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ 1,820,168</u></u>

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

## TOWN OF WELLS, MAINE

BALANCE SHEET - PROPRIETARY FUNDS  
JUNE 30, 2015

	Enterprise Funds			
	Beach Operations	Transfer Station	Recreation	Total
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Due from other funds	385,320	-	297,676	682,996
Total current assets	<u>385,320</u>	<u>-</u>	<u>297,676</u>	<u>682,996</u>
Noncurrent assets:				
Capital assets:				
Infrastructure and equipment, net of accumulated depreciation	377,005	-	-	377,005
Total noncurrent assets	<u>377,005</u>	<u>-</u>	<u>-</u>	<u>377,005</u>
<b>TOTAL ASSETS</b>	<u>\$ 762,325</u>	<u>\$ -</u>	<u>\$ 297,676</u>	<u>\$ 1,060,001</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	\$ 7,946	\$ 28,349	\$ 58,826	\$ 95,121
Due to other funds	-	142,793	-	142,793
Total current liabilities	<u>7,946</u>	<u>171,142</u>	<u>58,826</u>	<u>237,914</u>
<b>TOTAL LIABILITIES</b>	<u>7,946</u>	<u>171,142</u>	<u>58,826</u>	<u>237,914</u>
<b>NET POSITION</b>				
Net investment in capital assets	377,005	-	-	377,005
Unrestricted (deficit)	377,374	(171,142)	238,850	445,082
<b>TOTAL NET POSITION</b>	<u>754,379</u>	<u>(171,142)</u>	<u>238,850</u>	<u>822,087</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 762,325</u>	<u>\$ -</u>	<u>\$ 297,676</u>	<u>\$ 1,060,001</u>

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

## TOWN OF WELLS, MAINE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Enterprise Funds			
	Beach Operations	Transfer Station	Recreation	Total
OPERATING REVENUES				
Charges for service	\$ 409,893	\$ 263,723	\$ 347,753	\$ 1,021,369
Other	-	7,537	-	7,537
TOTAL OPERATING REVENUES	<u>409,893</u>	<u>271,260</u>	<u>347,753</u>	<u>1,028,906</u>
OPERATING EXPENSES				
Salaries	61,457	129,614	112,030	303,101
Building operations	22,169	7,935	-	30,104
Repairs and maintenance	16,456	3,387	-	19,843
Computer and equipment	-	1,969	-	1,969
Landfill	-	6,750	-	6,750
Supplies and uniforms	70,832	34,121	-	104,953
Tipping, hauling and demo	-	242,716	-	242,716
Depreciation	49,788	-	-	49,788
Other	14,391	346	218,620	233,357
TOTAL OPERATING EXPENSES	<u>235,093</u>	<u>426,838</u>	<u>330,650</u>	<u>992,581</u>
OPERATING INCOME (LOSS)	<u>174,800</u>	<u>(155,578)</u>	<u>17,103</u>	<u>36,325</u>
NONOPERATING REVENUE (EXPENSES)				
Transfers in	-	100,000	5,000	105,000
Transfers (out)	-	-	(13,102)	(13,102)
TOTAL NONOPERATING REVENUE (EXPENSES)	<u>-</u>	<u>100,000</u>	<u>(8,102)</u>	<u>91,898</u>
CHANGE IN NET POSITION	174,800	(55,578)	9,001	128,223
NET POSITION - JULY 1	<u>579,579</u>	<u>(115,564)</u>	<u>229,849</u>	<u>693,864</u>
NET POSITION - JUNE 30	<u>\$ 754,379</u>	<u>\$ (171,142)</u>	<u>\$ 238,850</u>	<u>\$ 822,087</u>

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



## TOWN OF WELLS, MAINE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Enterprise Funds			
	Beach Operations	Transfer Station	Recreation	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers	\$ 409,893	\$ 263,723	\$ 347,753	\$ 1,021,369
Internal activity - receipts (payments) from/to other funds	(185,291)	61,970	(61,693)	(185,014)
Payments to employees	(61,457)	(129,614)	(112,030)	(303,101)
Payments to suppliers	(118,516)	(296,079)	(165,928)	(580,523)
Operating transfer in/(out)	-	100,000	(8,102)	91,898
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>44,629</b>	<b>-</b>	<b>-</b>	<b>44,629</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Purchase of fixed assets	(44,629)	-	-	(44,629)
<b>NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<b>(44,629)</b>	<b>-</b>	<b>-</b>	<b>(44,629)</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS - JULY 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS - JUNE 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ 174,800	\$ (55,578)	\$ 9,001	\$ 128,223
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	49,788	-	-	49,788
Changes in operating assets and liabilities:				
(Increase) decrease in due from other funds	(185,291)	-	(61,693)	(246,984)
Increase (decrease) in accounts payable	5,332	1,145	52,692	59,169
Increase (decrease) in due to other funds	-	54,433	-	54,433
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<b>\$ 44,629</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 44,629</b>

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Wells was incorporated under the laws of the State of Maine. The Town operates under selectmen-manager form of government and provides the following services: general government, public safety, public works, education, health and sanitation, recreation and culture, donations and other unclassified.

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

**Measurement Focus - Basic Financial Statements & Fund Financial Statements**

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, 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.
- 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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

2. Proprietary Funds:

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

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

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Modified Accrual

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

**Budget**

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

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

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

**Deposits and Investments**

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

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

**Allowance for Uncollectible Accounts**

The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 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. The Town has not retroactively recorded infrastructure.

Estimated useful lives are as follows:

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 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.

**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, compensated absences and net pension liability.

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

**Compensated Absences**

The Town’s policies regarding vacation time do permit employees to accumulate earned but unused vacation leave, with the exception of the two employees with special circumstances. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2015, the Town’s liability for compensated absences is \$474,845.

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Participating Local District (PLD) Consolidated Plan and additions to/deductions from the PLD Consolidated Plan's fiduciary net position have been determined on the same basis as they are reported by the PLD Consolidated Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Net Position**

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

**Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of financial position and/or balance sheet will at times report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has only one type of item, deferred outflows related to pensions. This item is reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has 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



TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

is reported in both the statements of net position and governmental funds balance sheet. Deferred inflows related to pensions qualify for reporting in this category as well. This item is reported only in the statement of net position. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

**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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

**Revenue Recognition - Property Taxes - Modified Accrual Basis**

The Town's property tax for the current year was levied on October 20, 2014, on the assessed value listed as of April 1, 2014, for all taxable real and personal property located in the Town. Taxes were due in two installments on December 4, 2014, and June 3, 2015. Interest on unpaid taxes commenced on December 5, 2014, and June 4, 2015, at 7.00% 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 \$216,396 for the year ended June 30, 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.

**Program Revenues**

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

**Operating/Non-operating Proprietary Fund Revenues**

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund.

**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.

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Use of Estimates**

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

NOTE 2 - DEPOSITS AND INVESTMENTS

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

**Deposits:**

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits. The Town does not have a policy covering custodial credit risk for deposits. However, the Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes. At June 30, 2015, the Town's deposits of \$11,906,275 were comprised of bank deposits of \$11,568,389. Of these bank deposits, \$500,000 was fully covered by federal depository insurance and was not exposed to custodial credit risk. The remaining bank deposits of \$11,068,389 were covered with an irrevocable stand-by letter of credit or collateralized with securities held by the financial institution in the Town's name.

<u>Account Type</u>	<u>Balance</u>
Checking accounts	\$ 5,697,736
Savings accounts	5,870,653
	<u>\$ 11,568,389</u>

**Investments:**

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

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2015, the Town had the following investments and maturities:

Investment Type	Fair Value	Not Applicable	Less than 1 Year	1 - 5 Years
Mutual funds - equity	\$ 224,601	\$ 224,601	\$ -	\$ -
	<u>\$ 224,601</u>	<u>\$ 224,601</u>	<u>\$ -</u>	<u>\$ -</u>

In accordance with its investment policy, the Town seeks to minimize custodial credit risk by doing business with authorized institutions, depositories and broker/dealers. As such, the Town's investments of \$224,601 were fully covered by the Securities Investor Protection Corporation (SIPC) or fully insured.

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 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 cash management accounts and various insured certificates of deposit.

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

NOTE 3 – INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2015 consisted of the following individual fund receivables and payables:

	Receivables (Due from)	Payables (Due to)
General fund	\$ 162,903	\$ 5,976,499
Proprietary funds	682,996	142,793
Nonmajor special revenue funds	3,837,772	20,110
Nonmajor permanent funds	20	-
Nonmajor capital projects funds	1,455,711	-
	<u>\$ 6,139,402</u>	<u>\$ 6,139,402</u>

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets at June 30, 2015:

	Balance, 7/1/14	Additions	Disposals	Balance, 6/30/15
<u>Governmental activities</u>				
Non-depreciated assets:				
Land	\$ 7,500,230	\$ 631,171	\$ -	\$ 8,131,401
Art works & historical treasures	51,500	-	-	51,500
Construction in progress	12,130	-	-	12,130
	<u>7,563,860</u>	<u>631,171</u>	<u>-</u>	<u>8,195,031</u>
Depreciated assets:				
Land improvements	905,275	73,001	-	978,276
Buildings	5,639,894	123,729	(3,750)	5,759,873
Building improvements	645,801	392,265	-	1,038,066
Machinery & equipment	4,961,567	545,992	(451,735)	5,055,824
Vehicles	5,363,136	652,569	(988,233)	5,027,472
Infrastructure	13,963,835	2,120,364	-	16,084,199
	<u>31,479,508</u>	<u>3,907,920</u>	<u>(1,443,718)</u>	<u>33,943,710</u>
Less: accumulated depreciation	<u>(14,644,752)</u>	<u>(1,571,852)</u>	<u>874,038</u>	<u>(15,342,566)</u>
	<u>16,834,756</u>	<u>2,336,068</u>	<u>(569,680)</u>	<u>18,601,144</u>
Net governmental capital assets	<u>\$ 24,398,616</u>	<u>\$ 2,967,239</u>	<u>\$ (569,680)</u>	<u>\$ 26,796,175</u>
<u>Business-type activities</u>				
Depreciated assets:				
Equipment	\$ 400,494	\$ 44,629	\$ -	\$ 445,123
	400,494	44,629	-	445,123
Less: accumulated depreciation	<u>(18,330)</u>	<u>(49,788)</u>	<u>-</u>	<u>(68,118)</u>
	<u>382,164</u>	<u>(5,159)</u>	<u>-</u>	<u>377,005</u>
Net business-type capital assets	<u>\$ 382,164</u>	<u>\$ (5,159)</u>	<u>\$ -</u>	<u>\$ 377,005</u>

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 4 - CAPITAL ASSETS (CONTINUED)

Current year depreciation

Administration	\$	44,428
Police		93,322
Fire		231,049
Ambulance		12,795
Public works		811,173
Library		48,908
Parks & recreation		40,512
Harbormaster		89,503
Transfer station		29,498
Town-wide		170,664
Beach operations		49,788
Total depreciation expense	<u>\$</u>	<u>1,621,640</u>

NOTE 5 – LONG TERM DEBT

The following is a summary of changes in the long-term debt for the year ended June 30, 2015:

	Balance, 7/1/14 (Restated)	Additions	Deletions	Balance, 6/30/15	Current Portion
Bonds payable	\$ 4,150,000	\$ -	\$ (630,000)	\$ 3,520,000	\$ 430,000
Accrued compensated absences	461,670	13,175	-	474,845	23,742
Net pension liability	232,262	137,937	(242,265)	127,934	-
Totals	<u>\$ 4,843,932</u>	<u>\$ 151,112</u>	<u>\$ (872,265)</u>	<u>\$ 3,994,845</u>	<u>\$ 453,742</u>

The following is a summary of outstanding bonds payable:

\$1,300,000, 2008 general obligation bond due in annual principal installments and semiannual interest installments through November 2018. Interest is charged at a rate of 3.00% to 4.00% per annum. Annual principal installments are \$130,000.

\$ 520,000

\$3,000,000, 2013 General Obligation Bond due in annual installments and semiannual interest installments through November 2024. Interest is charged at a rate from 3.00% to 3.50% per annum. Annual principal installments are \$300,000.

3,000,000

Total Bonds Payable

\$ 3,520,000

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 5 – LONG TERM DEBT (CONTINUED)

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

	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>
2016	\$ 430,000	\$ 109,213	\$ 539,213
2017	430,000	95,338	525,338
2018	430,000	81,300	511,300
2019	430,000	67,100	497,100
2020	300,000	55,500	355,500
2021-2025	1,500,000	132,000	1,632,000
	<u>\$ 3,520,000</u>	<u>\$ 540,451</u>	<u>\$ 4,060,451</u>

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

NOTE 6 – OPERATING LEASES

A summary of the outstanding operating leases payable is as follows:

The Town leases a motorcycle under a non-cancelable lease agreement. The term of the lease is for 18 months ending in November of 2016. Monthly payments are \$325.

Future minimum lease payments at June 30, 2015, are as follows:

2016	\$ 3,900
2017	1,625
2018	-
2019	-
2020	-
Total minimum lease payments	<u>\$ 5,525</u>

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 7 – NONSPENDABLE FUND BALANCE

At June 30, 2015, the Town of Wells had the following nonspendable fund balance:

General fund:	
Tax acquired property	<u><u>\$ 51,545</u></u>

NOTE 8 – RESTRICTED FUND BALANCES

At June 30, 2015, the Town of Wells had the following restricted fund balances:

Nonmajor special revenue funds (See Schedule D)	\$ 2,886,265
Nonmajor permanent funds (See Schedule H)	<u>3,827</u>
	<u><u>\$ 2,890,092</u></u>

NOTE 9 – COMMITTED FUND BALANCES

At June 30, 2015, the Town of Wells had the following committed fund balances:

Nonmajor special revenue funds (See Schedule D)	\$ 854,338
Nonmajor capital projects funds (See Schedule F)	<u>1,370,439</u>
	<u><u>\$ 2,224,777</u></u>



TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 10 – ASSIGNED FUND BALANCES

At June 30, 2015, the Town of Wells had the following assigned fund balances:

General fund:	
Tax map update	\$ 8,000
Selectmen-contingency	5,000
Cable studio	1,482
Conservation - consultant	500
Conservation - dues	300
Conservation - poster contest	250
IT infrastructure	29,887
Union/Non Union salary	107,791
PD - vehicle replacement	20,000
PD - computers	8,000
PD - equipment	3,000
Dispatch - technology	5,000
Dispatch - clothing/uniforms	3,000
Emergency facilities repair	6,356
Nonmajor special revenue funds (See Schedule D)	56,147
	<u>\$ 254,713</u>

NOTE 11 – DEFINED BENEFIT PENSION PLAN

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM

**Plan Description**

City employees contribute to the Maine Public Employees Retirement System (MainePERS), a cost-sharing multiple-employer defined benefit pension plan established by the Maine State Legislature. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the Participating Local District (PLD) Consolidated Plan's advisory group, which reviews the terms of the plan and periodically makes recommendations to the Legislature to amend the terms. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the Consolidated Plan. That report may be obtained online at [www.maineopers.org](http://www.maineopers.org) or by contacting the System at (800) 451-9800.

**Benefits Provided**

The Maine Public Employees Retirement System provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

and beneficiaries. The System's retirement programs provide defined retirement benefits based on members' average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit (effective October 1, 1999, the prior ten year requirement was reduced by legislative action to five years for employees of PLDs). In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. For PLD members, normal retirement age is 60. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The System also provides disability and death benefits which are established by contract with PLD employers under applicable statutory provisions.

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

**Contributions**

Retirement benefits are funded by contributions from members and employers and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. The Town's police and fire department employees are part of the PLDs special plan "3C" and are required to contribute 8.5% of their annual salary, while all other employees are part of regular plan "AC" and are required to contribute 7.0% of their annual salary. The Town is required to contribute 11.0% of the special plan "3C" members' covered payroll and 7.8% of the regular plan "AC" members' covered payroll annually to the system along with a predetermined initial un-pooled unfunded actuarial liability (IUUAL) rate set by the system. The IUUAL can either be a monthly payment or credit, which is added to or subtracted from the employer's percentage of employees' covered payroll to determine the employers actual cost. The City's contribution to the MainePERS PLD Consolidated Plan for the year ended June 30, 2015 was \$135,840.

As of June 30, 2013, the Town had an individual un-pooled pension asset of \$48,339. (The amount of the unfunded actuarial accrued liability credit as of June 30, 2015 is not currently available.) This individual un-pooled pension asset has an amortization period of 4 years beginning July 1, 2013. As previously noted, the Town currently uses a portion of this asset as an offset to cover the cost of current contributions due. The Town's contributions for the year ended June 30, 2015 have

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

been adjusted accordingly and reflect the gross contributions due for service prior to applying the offset from this asset.

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

At June 30, 2015, the Town reported a liability of \$127,934 for its proportionate share of the net pension liabilities for the plan. The net pension liabilities were measured as of June 30, 2014, and the total pension liabilities used to calculate the net pension liabilities was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liabilities were based on a projection of the Town's long-term share of contributions to each pension plan relative to the projected contributions of all PLDs, actuarially determined. At June 30, 2014, the Town's proportion was 0.083138%, which was a decrease of 0.001558% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the Town recognized total pension expense of \$102,789. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	PLD Plan	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 16,065	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	135,874
Changes in proportion and differences between contributions and proportionate share of contributions	-	3,602
Contributions subsequent to the measurement date	<u>121,872</u>	<u>-</u>
Total	<u>\$ 137,937</u>	<u>\$ 139,476</u>

\$121,872 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	PLD Plan
Year ended June 30:	
2016	\$ 29,814
2017	29,814
2018	29,813
2019	33,968
2020	-
Thereafter	-

**Actuarial Methods and Assumptions**

The collective total pension liability for the Plan was determined by an actuarial valuation as of June 30, 2014 and 2013, using the following methods and assumptions applied to all periods included in the measurement:

*Actuarial Cost Method*

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

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

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

*Asset Valuation Method*

The actuarial valuation employs a technique for determining the actuarial value of assets which dampens the swing in the market value. The specific technique adopted in

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

*Amortization*

The net pension liability of the PLD Consolidated Plan is amortized on an open basis over a period of fifteen years.

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2014 and June 30, 2013 are as follows:

*Investment Rate of Return* - For the PLD Plan, 7.25% per annum, compounded annually.

*Salary Increases, Merit and Inflation* - Members of the consolidated plan for PLDs, 3.50% to 9.50% per year.

*Mortality Rates* - For participating local districts, the RP2000 Tables projected forward to 2015 using Scale AA are used; for all recipients of disability benefits, the Revenue Ruling 96-7 Disabled Mortality Table for Males and Females is used.

*Cost of Living Benefit Increases* - 3.12% for participating local districts.

The long-term expected rate of return on pension plan assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as June 30, 2014 are summarized in the following table:

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Asset Class	PLD Plan	
	Target Allocation	Long-term Expected Real Rate of Return
US equities	20%	5.2%
Non-US equities	20%	5.5%
Private equity	10%	7.6%
Real assets:		
Real estate	10%	3.7%
Infrastructure	10%	4.0%
Hard assets	5%	4.8%
Fixed income	25%	0.0%

*Discount Rate*

The discount rate used to measure the collective total pension liability was 7.25% for 2014 and 2013. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following table shows how the collective net pension liability/(asset) as of June 30, 2014 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 7.25% for the PLD Consolidated Plan.

	1% Decrease	Discount Rate	1% Increase
<u>PLD Plan:</u>			
Discount rate	6.25%	7.25%	8.25%
Town's proportionate share of the net pension liability	\$ 399,116	\$ 127,934	\$ (98,741)

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Changes in Net Pension Liability**

Changes in net pension liability are recognized in pension expense for the year ended June 30, 2014 with the following exceptions.

*Differences between Expected and Actual Experience*

The difference between expected and actual experience with regard to economic or demographic factors were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. For 2014, this was 4 years for the PLD Consolidated Plan.

*Differences between Projected and Actual Investment Earnings*

Differences between projected and actual investment earnings were recognized in pension expense using a straight-line amortization method over a closed five-year period.

*Changes in Assumptions*

Differences due to changes in assumptions about future economic or demographic factors or other inputs were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. There were no changes in assumptions for the PLD Consolidated Plan.

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

Differences resulting from a change in proportionate share of contributions and differences between total employer contributions and the employer's proportionate share of contributions were recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. Differences between total employer contributions and the employer's proportionate share of contributions may arise when an employer has a contribution requirement for an employer specific liability.

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 11 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

**Pension Plan Fiduciary Net Position**

Additional financial and actuarial information with respect to the Plan can be found in the MainePERS' 2014 Comprehensive Annual Financial Report available online at [www.maineopers.org](http://www.maineopers.org) or by contacting the System at (800) 451-9800.

NOTE 12 – DEFERRED COMPENSATION PLAN

INTERNATIONAL CITY MANAGEMENT ASSOCIATION-RETIREMENT  
CORPORATION

A. Plan Description

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and maintained by International City Managers Association Retirement Corporation (ICMA). The plan, available to employees who negotiate for such benefits as a condition of employment, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergency.

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

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

B. Funding Policy

The contribution requirements of plan members and the Town are established and may be amended by the Town's Board of Selectmen. The Town will match a full time and eligible part-time employee's contribution to the ICMA-RC Plan up to a maximum of 6% of the employee's gross annual wages. The employee's and the Town's matching contribution vests 100% with the employee when contributed.

The Town's contributions to the plan including employee contributions for 2015, 2014, and 2013 were \$377,754, \$313,981, and \$393,701, respectively.



TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 13 – EXPENDITURES OVER APPROPRIATIONS

At June 30, 2015, the following appropriations were exceeded by actual expenditures:

Public Works	<u>\$ 201,247</u>
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NOTE 14 – OVERLAPPING DEBT

The Town is contingently liable for its proportionate share of any defaulted debt by entities of which it is a member. At June 30, 2015, the Town's share was approximately:

	<u>Outstanding Debt</u>	<u>Town's Percentage</u>	<u>Total Share</u>
County of York	\$ 7,730,059	9.66%	\$ 746,943
Wells-Ogunquit CSD	33,210,000	77.77%	<u>25,827,417</u>
			<u>\$ 26,574,360</u>

NOTE 15 – LANDFILL CLOSURE

The Wells landfill is at 100% capacity to date. Therefore, the estimated remaining landfill life is zero years. Federal and state laws require that certain postclosure care be met. The Town estimates that on an annual basis, some immaterial costs will be incurred for postclosure care. The annual amount will be paid for within the Town's annual operating budget.

NOTE 16 – DEFICIT FUND BALANCES/NET POSITION

At June 30, 2015, the Town had the following deficit fund balances/net position:

State Plumbing Permits	\$ 2,351
Admin State Auto Reg	41,561
Sick Leave	3,728
Library Board	44
Harbor Plan Update Grant	2,502
FEMA Map Study	12,640
Paving Sidewalks/Bridges	1,350
	<u>\$ 64,176</u>
Transfer Station	<u>\$ 171,142</u>

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 17 – CONTINGENCIES

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

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

NOTE 18 – LETTER OF CREDIT

At June 30, 2015, the Town has an outstanding irrevocable stand-by letter of credit issued by the Federal Home Loan Bank of Boston serving as collateral for its deposits held at Peoples United Bank. This letter of credit, which expires at the close of business on August 19, 2015, authorizes one draw only up to the amount of \$10,000,000. There were no draws for the year ended June 30, 2015.

NOTE 19 – RELATED PARTY TRANSACTIONS

Two of the Town's Selectmen own businesses that provide the following services to the Town: property, automobile and general liability insurance and trash hauling. The Town requests contract proposals for each of these services annually. The Selectmen recuse themselves from the contract award process. During the fiscal year ended June 30, 2015, payments to these vendors for insurance and trash hauling totaled \$168,655 and \$86,232, respectively.

NOTE 20 – RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance or participates in a public entity and self-insured risk pool sponsored by the Maine Municipal Association.

Based on the coverage provided by the insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded as of June 30, 2015. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

TOWN OF WELLS, MAINE

NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015

NOTE 21 – RESTATEMENT

The governmental activities beginning net position balance as of July 1, 2014 has been restated for the effects of GASB No. 68. The beginning balance has been restated by (\$232,262) to a balance of \$33,330,108.

NOTE 22 – COMPARATIVE DATA/RECLASSIFICATIONS

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

### Required Supplementary Information

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

- Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual - General Fund
- Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual - General Fund Revenues
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions

## TOWN OF WELLS, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS – BUDGET AND  
ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 6,809,721	\$ 6,809,721	\$ 6,809,721	\$ -
Resources (Inflows):				
Taxes	29,897,627	29,897,627	30,212,905	315,278
Intergovernmental revenue	671,880	671,880	619,419	(52,461)
Charges for services	510,916	510,916	879,556	368,640
Investment income	50,000	50,000	27,782	(22,218)
Other income	244,500	244,500	321,894	77,394
Transfers from other funds	178,770	178,770	178,770	-
Amounts Available for Appropriation	<u>38,363,414</u>	<u>38,363,414</u>	<u>39,050,047</u>	<u>686,633</u>
Charges to Appropriations (Outflows):				
General government	4,295,288	4,437,243	4,090,331	346,912
Public safety	4,127,167	4,224,308	3,873,914	350,394
Recreation and culture	319,668	322,498	314,606	7,892
Education	17,407,098	17,407,098	17,407,098	-
Public works	1,246,051	1,345,098	1,546,345	(201,247)
Beach and harbors	239,597	242,952	229,900	13,052
Library	389,992	390,474	369,615	20,859
County tax	1,540,101	1,540,101	1,540,101	-
Unclassified	602,912	546,030	171,514	374,516
Debt service:				
Principal	630,000	630,000	630,000	-
Interest	127,800	127,800	127,800	-
Overlay	216,396	216,396	-	216,396
Transfers to other funds	2,534,623	2,527,294	2,527,294	-
Total Charges to Appropriations	<u>33,676,693</u>	<u>33,957,292</u>	<u>32,828,518</u>	<u>1,128,774</u>
Budgetary Fund Balance, June 30	<u>\$ 4,686,721</u>	<u>\$ 4,406,122</u>	<u>\$ 6,221,529</u>	<u>\$ 1,815,407</u>
Use of unassigned fund balance	\$ 2,123,000	\$ 2,187,146	\$ -	\$ (2,187,146)
Use of assigned fund balance	-	216,453	-	(216,453)
	<u>\$ 2,123,000</u>	<u>\$ 2,403,599</u>	<u>\$ -</u>	<u>\$ (2,403,599)</u>

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

## TOWN OF WELLS, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS – BUDGET AND  
ACTUAL – GENERAL FUND REVENUES  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>				
General tax revenues:				
Property taxes	\$ 28,037,627	\$ 28,037,627	\$ 28,002,051	\$ (35,576)
Excise taxes	1,860,000	1,860,000	2,210,854	350,854
Intergovernmental revenues:				
State revenue sharing	210,000	210,000	213,551	3,551
Homestead exemption	125,733	125,733	121,492	(4,241)
LRAP	230,000	230,000	200,664	(29,336)
General assistance	20,000	20,000	2,867	(17,133)
Tree growth	40,000	40,000	28,556	(11,444)
Other	46,147	46,147	52,289	6,142
Charges for services:				
Planning and CEO	173,600	173,600	246,213	72,613
Beaches/harbors	48,300	48,300	48,583	283
Administration	34,350	34,350	38,090	3,740
Town Clerk	146,666	146,666	155,250	8,584
Police department	98,000	98,000	165,280	67,280
Fire department	-	-	4,295	4,295
Highway department	-	-	212,499	212,499
Library	10,000	10,000	9,346	(654)
Investment income	50,000	50,000	27,782	(22,218)
Other revenue:				
Interest/fees on taxes	100,000	100,000	78,276	(21,724)
Cable tv fees	135,000	135,000	205,523	70,523
Other income	9,500	9,500	38,095	28,595
Transfers from other funds:				
Special revenue funds	178,770	178,770	178,770	-
<b>Total revenues</b>	<b><u>\$ 31,553,693</u></b>	<b><u>\$ 31,553,693</u></b>	<b><u>\$ 32,240,326</u></b>	<b><u>\$ 686,633</u></b>

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

## TOWN OF WELLS, MAINE

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

<u>PLD Plan:</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability (asset)	0.08%	0.08%
Proportionate share of the net pension liability (asset)	\$ 127,934	\$ 261,083
Covered-employee payroll	\$ 304,917	\$ 375,019
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	41.96%	69.62%
Plan fiduciary net position as a percentage of the total pension liability	94.10%	87.50%

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

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

## TOWN OF WELLS, MAINE

SCHEDULE OF CONTRIBUTIONS  
LAST 10 FISCAL YEARS\*

	<u>2015</u>	<u>2014</u>
<u>PLD Plan:</u>		
Contractually required contribution	\$ 21,298	\$ 24,685
Contributions in relation to the contractually required contribution	<u>(21,298)</u>	<u>(24,685)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 304,917	\$ 375,019
Contributions as a percentage of covered- employee payroll	6.98%	6.58%

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



## 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.

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

TOWN OF WELLS, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Appropriations	Budget Adjustments	Total Available	Actual	Variance Positive (Negative)
General government:					
Administration/personnel salaries	\$ 464,284	\$ (16,457)	\$ 447,827	\$ 323,638	\$ 124,189
Code enforcement salaries	270,899	11,251	282,150	283,544	(1,394)
Assessing salaries	157,197	9,960	167,157	167,573	(416)
Town clerk salaries	113,925	62,353	176,278	166,530	9,748
Town manager salaries	158,515	6,357	164,872	163,325	1,547
Office of planning salaries	109,957	6,742	116,699	116,965	(266)
Building department salaries	60,679	7,873	68,552	56,287	12,265
Benefits/insurances/taxes	1,825,653	17,422	1,843,075	1,665,319	177,756
Property/liability insurance	409,754	-	409,754	369,542	40,212
Hydrant rental	130,000	-	130,000	146,932	(16,932)
Town manager expenses	124,000	7,000	131,000	123,678	7,322
Office of planning expenses	20,658	5,020	25,678	14,778	10,900
Administration expenses	63,360	16,047	79,407	129,634	(50,227)
Town clerk expenses	105,752	-	105,752	103,965	1,787
Assessing expenses	20,450	-	20,450	9,971	10,479
Conservation committee	3,700	-	3,700	2,072	1,628
Code enforcement expenses	18,700	-	18,700	17,822	878
Building department	203,950	8,387	212,337	205,103	7,234
Personnel department	33,855	-	33,855	23,653	10,202
	<u>4,295,288</u>	<u>141,955</u>	<u>4,437,243</u>	<u>4,090,331</u>	<u>346,912</u>

TOWN OF WELLS, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Appropriations	Budget Adjustments	Total Available	Actual	Variance Positive (Negative)
Public safety:					
Police department salaries	1,835,448	10,990	1,846,438	1,670,411	176,027
Fire department salaries	865,412	6,892	872,304	807,526	64,778
Dispatch center salaries	321,498	-	321,498	318,725	2,773
Animal control salaries	41,788	2,101	43,889	41,426	2,463
Police department operations	423,800	61,927	485,727	417,818	67,909
EMA	17,460	-	17,460	17,423	37
Ambulance service	220,000	-	220,000	220,000	-
Fire department operations	278,461	-	278,461	273,626	4,835
Dispatch operations	108,400	15,231	123,631	95,493	28,138
Animal control operations	14,900	-	14,900	11,466	3,434
	<u>4,127,167</u>	<u>97,141</u>	<u>4,224,308</u>	<u>3,873,914</u>	<u>350,394</u>
Recreation and culture:					
Recreation salaries	225,285	8,387	233,672	232,754	918
Recreation operations	71,307	(5,557)	65,750	65,706	44
R Jorgensen activity center	23,076	-	23,076	16,146	6,930
	<u>319,668</u>	<u>2,830</u>	<u>322,498</u>	<u>314,606</u>	<u>7,892</u>
Education	<u>17,407,098</u>	<u>-</u>	<u>17,407,098</u>	<u>17,407,098</u>	<u>-</u>

TOWN OF WELLS, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Appropriations	Budget Adjustments	Total Available	Actual	Variance Positive (Negative)
Public works:					
Highway salaries	534,401	66,687	601,088	608,427	(7,339)
Highway operations	478,500	-	478,500	699,370	(220,870)
Building	32,100	-	32,100	35,026	(2,926)
IT Infrastructure	201,050	32,360	233,410	203,522	29,888
	<u>1,246,051</u>	<u>99,047</u>	<u>1,345,098</u>	<u>1,546,345</u>	<u>(201,247)</u>
Beach and harbors:					
Lifeguard salaries	120,410	-	120,410	130,318	(9,908)
Harbor master salaries	70,111	3,355	73,466	63,653	9,813
Harbor master operating	31,076	-	31,076	18,301	12,775
Lifeguard operating	18,000	-	18,000	17,628	372
	<u>239,597</u>	<u>3,355</u>	<u>242,952</u>	<u>229,900</u>	<u>13,052</u>
Library	<u>389,992</u>	<u>482</u>	<u>390,474</u>	<u>369,615</u>	<u>20,859</u>
County tax	<u>1,540,101</u>	<u>-</u>	<u>1,540,101</u>	<u>1,540,101</u>	<u>-</u>
Debt service:					
Principal	630,000	-	630,000	630,000	-
Interest	127,800	-	127,800	127,800	-
	<u>757,800</u>	<u>-</u>	<u>757,800</u>	<u>757,800</u>	<u>-</u>

TOWN OF WELLS, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015

	Original Appropriations	Budget Adjustments	Total Available	Actual	Variance Positive (Negative)
Unclassified:					
Info center	39,809	-	39,809	39,809	-
Warrant articles - net	471,882	(56,882)	415,000	40,936	374,064
Outside agencies	91,221	-	91,221	90,769	452
	<u>602,912</u>	<u>(56,882)</u>	<u>546,030</u>	<u>171,514</u>	<u>374,516</u>
Overlay	<u>216,396</u>	<u>-</u>	<u>216,396</u>	<u>-</u>	<u>216,396</u>
Transfers to other funds:					
Special revenue	800,594	(7,329)	793,265	793,265	-
Capital projects	1,629,029	-	1,629,029	1,629,029	-
Enterprise funds	105,000	-	105,000	105,000	-
	<u>2,534,623</u>	<u>(7,329)</u>	<u>2,527,294</u>	<u>2,527,294</u>	<u>-</u>
Total Expenditures	<u>\$ 33,676,693</u>	<u>\$ 280,599</u>	<u>\$ 33,957,292</u>	<u>\$ 32,828,518</u>	<u>\$ 1,128,774</u>

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

## TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 29,780	\$ -	\$ 3,807	\$ 33,587
Due from other funds	3,837,772	1,455,711	20	5,293,503
<b>TOTAL ASSETS</b>	<u><u>\$ 3,867,552</u></u>	<u><u>\$ 1,455,711</u></u>	<u><u>\$ 3,827</u></u>	<u><u>\$ 5,327,090</u></u>
<b>LIABILITIES</b>				
Accounts payable	\$ 113,518	\$ 86,622	\$ -	\$ 200,140
Due to other funds	20,110	-	-	20,110
<b>TOTAL LIABILITIES</b>	<u>133,628</u>	<u>86,622</u>	<u>-</u>	<u>220,250</u>
<b>FUND BALANCES</b>				
Nonspendable	-	-	-	-
Restricted	2,886,265	-	3,827	2,890,092
Committed	854,338	1,370,439	-	2,224,777
Assigned	56,147	-	-	56,147
Unassigned	(62,826)	(1,350)	-	(64,176)
<b>TOTAL FUND BALANCES</b>	<u>3,733,924</u>	<u>1,369,089</u>	<u>3,827</u>	<u>5,106,840</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 3,867,552</u></u>	<u><u>\$ 1,455,711</u></u>	<u><u>\$ 3,827</u></u>	<u><u>\$ 5,327,090</u></u>

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

## TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>				
Intergovernmental revenue	\$ 58,781	\$ 11,823	\$ -	\$ 70,604
Charges for services	1,324,871	-	-	1,324,871
Interest income	10	-	2	12
Other income	552,464	655	-	553,119
<b>TOTAL REVENUES</b>	<b>1,936,126</b>	<b>12,478</b>	<b>2</b>	<b>1,948,606</b>
<b>EXPENDITURES</b>				
General government	1,493,432	-	-	1,493,432
Public safety	154,200	-	-	154,200
Recreation and culture	84,212	-	-	84,212
Beach and harbors	103,836	-	-	103,836
Library	14,933	-	-	14,933
Unclassified	190,707	337,836	-	528,543
Capital outlay	-	2,587,731	-	2,587,731
<b>TOTAL EXPENDITURES</b>	<b>2,041,320</b>	<b>2,925,567</b>	<b>-</b>	<b>4,966,887</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(105,194)</b>	<b>(2,913,089)</b>	<b>2</b>	<b>(3,018,281)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	817,029	1,629,029	-	2,446,058
Transfers (out)	(189,432)	-	-	(189,432)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>627,597</b>	<b>1,629,029</b>	<b>-</b>	<b>2,256,626</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>522,403</b>	<b>(1,284,060)</b>	<b>2</b>	<b>(761,655)</b>
<b>FUND BALANCES - JULY 1</b>	<b>3,211,521</b>	<b>2,653,149</b>	<b>3,825</b>	<b>5,868,495</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 3,733,924</b>	<b>\$ 1,369,089</b>	<b>\$ 3,827</b>	<b>\$ 5,106,840</b>

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. Drug Seizure (0002) – This fund is used to account for transactions related to drug related education as specified by the federal government.
2. Drug Forfeiture (0008) – This fund is used to account for transactions related to drug related education as specified by the federal government.
3. Harbor, Moorings & Floats (0012) – This fund is used to account for transactions related to the building of the moorings and floats.
4. Town Clerk Animal Control (0201) - Used to account for transactions related to animal registration licenses. A portion of these funds are remitted to the State and a portion is retained in the Town per State regulations to pay for local animal shelter requirements.
5. Shellfish Control (0210) - Used to account for transactions related to shellfish licenses issued by the Town Clerk. A portion of these funds are remitted to the State and a portion is retained in the Town per State regulations to pay for local shellfish needs.
6. State Plumbing Permits (0415) – Pass through account for State portion of Plumbing Permits.
7. Water Control Improvement (0416) – Pass through account. Related to State portion of Plumbing Permits.
8. Admin State Auto Reg (0435) – Pass through account for State portion of vehicle registrations, i.e. Sales tax, Title and Plates.
9. Background Checks (0470) – Fees required when business applications involved massage, taxi or an ice cream vendor.
10. Fuel Donations (0475) - To account for transactions related to donations made by Wells citizens and businesses to assist town residents with heating fuel needs. This is in addition to the State General Assistance Program but we can not be reimbursed for these expenditures by the State.
11. Smoke Detector/Carbon Monoxide Program (0480) – To account for the purchase of smoke detectors/carbon monoxide detectors for Wells citizens that meet income guidelines from donated funds.



12. Recreation Program (0500) – This fund is used to account for transactions related to recreation program.
13. Wells Activity Center (0522) - Used to account for transactions related to all the special functions held at the Wells Activity Center. The transactions include but are not limited to dances, dinners, musical performances, etc as fund raising events for Town or other organizations.
14. Recreation Equip/Vehicle (0527) – This fund is used to account for transactions related to the repairs and maintenance of recreation equipment and vehicles.
15. Central Area Dev Beautification (0550) – This fund is used to account for transactions related to beautification of town owned properties.
16. Boat Tank Pumpout System Grant (0570) – This fund is used to account for transactions relating to the maintenance of the pumpout system.
17. Sidewalk & Bicycle Reserve (0704) – This fund is used to account for transactions related to repair and construction of sidewalks & bicycle paths.
18. Open Space Reserve (0705) – This fund is used to account for transactions related to the purchase of land for conservation and open space.
19. Municipal Land Reserve (0706) – This fund is used to account for transactions related to the purchase of property for municipal facilities and to capitalize on real estate opportunities.
20. Seawall FEMA Grant (0707) – This fund is used to account for FEMA monies that have been granted to the Town for transactions related to the seawall engineering and repairing.
21. Infrastructure Reserve (0708) – This fund is used to account for transactions related to the eventual replacement of seawalls and bridges. It is also used for drainage projects, harbor improvements and road improvements.
22. Recreation < 5 years (0711) – This fund is used to account for transactions related to repairs and maintenance of recreation facilities.
23. Inland Golf (0713) – To account for fees related to the Old Marsh Golf Course and residential community located on Route 9B.
24. Ambulance (0715) – This fund is used to account for transactions related to ambulance replacement in conjunction with the Wells Emergency Services.
25. Wells Transport Center (0717) – This fund is used to account for transactions related to the operational shortfalls at the transportation center.

26. Route 1 Shoulders (0721) – This fund is used to account for transactions related to paving the shoulders along Route 1.
27. Beautification Reserve (0727) - Originally approved at the FY 2005 Town meeting with subsequent additions in FY 06 and FY 07 for beautification projects on town-owned land and facilities.
28. Harbor Facility (0728) - Approved at the FY 2005 Town Meeting to replace the Harbor Master building and bait facility.
29. Activity Center Parking (0729) - Approved at the FY 2005 Town Meeting for parking lot improvements and enlargement.
30. Library Beautification Fund (0731) - Approved at the FY2006 Town Meeting to improve landscaping and signage.
31. Rec Site Plan (0732) - Approved at the FY 2007 Town Meeting to develop a site plan for the Recreation Department as part of its long range strategic plan.
32. Town Wide Misc (0739) – Approved at FY 11 Town Meeting for unknown daily maintenance throughout the Town.
33. Work Station Refresh (0740) – Rotating three year program to refresh/update Town computers.
34. Sans 2 (0741) – Upgrades for Town servers to stabilize domain.
35. PD Recorder (0742) – Used to record the emergency and business phones in Dispatch and the Police, Fire and EMS radio traffic.
36. Pay Classification (0803) – This fund is used to account for transactions related to pay scale studies at the Town Office.
37. Beach Erosion Reserve (0804) – This fund is used to account for transactions related to beach erosion.
38. Harbor Dredge (0805) – This fund is used to account for transactions related to harbor dredge incidents.
39. Future Beach Sand Purchase (0806) – To account for funds that will be used to purchase dredge sand to re-nourish the eroded beach system in Wells with new sand from another dredge community.
40. Cable Studio Upgrades (0807) – To account for funds that will be used to upgrade the cable studio.
41. Sick Leave (0808) – This fund is used to account for transactions related to sick leave.

42. Clam Conservation (0813) – This fund is used to account for transactions related to clam licensing and enforcement.
43. Traffic Study (0814) – This fund is used to account for transactions related to the traffic impact study.
44. Wells Conservation (0816) – This fund is used to account for transactions related to the special conservation projects or improvements.
45. Building Improvements (0817) – This fund is used to account for transactions related to repairs and maintenance on the transfer station roof.
46. Self Insurance (0819) – This fund is used to account for transactions related to the deductibles that are not covered under insurance.
47. Recycling (0820) – This fund is used to account for transactions related to a recycling grant for the purchase of buckets.
48. Storm Contingency (0822) – This fund is used to account for transactions related to unexpected major storm costs.
49. Walter Marsh Field Area (0824) – This fund is used to account for transactions related to repairs and maintenance of the recreation field on 9A.
50. Revolving Vehicle Loan (0827) – This fund is used to account for transactions related to the purchase and refunding for new vehicles.
51. Computer Mapping Town Hall (0830) – This fund is used to account for transactions related to computer mapping project as part of the GIS master plan.
52. Library (0851) – This fund is used to account for transactions related to the library building expansion.
53. Library Board (0852) - Used for disbursements/donations for the library.
54. Library Donations (0853) – This fund is used to account for transactions relating to the library.
55. Board Discretionary Fund (0855) – This fund is used to account for transactions that the Library Board of Trustees deems necessary to fund.
56. Town Maps (0901) – This fund is used to account for transactions involved with repairs and replacement of the engineering copier.
57. School House 9 (0903) – This fund is used to account for transactions related to the upkeep of the school house.

58. 1710 Restoration (0906) - Originally approved at the FY 2005 Town Meeting with an addition in FY 06 for restoration work in conjunction the Town Historic Preservation Commission at the 1710 Cape (located adjacent to the Town Hall). The Town acquired the house in 1999.
59. Harbor Park Project (0907) – This fund is used to account for transactions related to improvements and repairs at the harbor park.
60. Harbor Park Burke Memorial (0909) – Funds used to maintain the Joan Burke path.
61. Joseph Bednarz Memorial (0910) – This fund is used to account for transactions related to a park bench.
62. Homeland Security (0911) - Used to account for transactions related Homeland Security grants and expenses.
63. Harbor Park Concerts (0914) – This fund is used to account for transactions related to summer concerts in the park.
64. Harbor Park Pavilion (0915) – This fund is used to account for transactions related to the building or the pavilion by the Rotary Club.
65. Dry Hydrants (0922) – This fund is used to account for transactions related to installation and maintenance of dry hydrants.
66. Wells Police Association (0925) – This fund is used to account for transactions related to employee to employee concerns.
67. Fire Grants (0940) - Used to account for transactions related to grants applied for and subsequently received by the Fire Department.
68. Police Grants (0941) - Used to account for transactions related to grants applied for and subsequently received by the Police Department.
69. Wellness Works (0942) – Grants related to activities of the Town’s safety committee.
70. Harbor Plan Update Grant (0944) – Grant related to the update of the Town’s harbor master plan.
71. Dispatch (0947) – This fund was established in FY 2013 to account for transactions related to shared dispatch services with Ogunquit.
72. Ship Grant (0949) – This fund was established in FY 2013 to account for matching grant funds used for small harbor improvements.

73. FEMA Map Study (0950) –Used to account for transactions related to the Town's appeal of the 2013 FEMA Flood Maps for the Town.
74. Harbor Grants (0951) –To account for transactions related to grants applied for and subsequently received by the Harbor Master.
75. Rental Properties – Cole (0955) –To account for transactions related to the rental of the apartment units that the Town acquired when it purchased 13 Main Street and 29 Main Street.

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Drug Seizure (0002)	Drug Forfeiture (0008)	Harbor Moorings & Floats (0012)	Town Clerk Animal Control (0201)	Shellfish Control (0210)	State Plumbing Permits (0415)	Water Control Improvement (0416)
<b>ASSETS</b>							
Cash and cash equivalents	\$ 10,243	\$ 17,375	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	-	111,658	65,602	39,385	-	4,458
<b>TOTAL ASSETS</b>	<u>\$ 10,243</u>	<u>\$ 17,375</u>	<u>\$ 111,658</u>	<u>\$ 65,602</u>	<u>\$ 39,385</u>	<u>\$ -</u>	<u>\$ 4,458</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 1,370	\$ -	\$ 162	\$ 1,155	\$ -
Due to other funds	-	-	-	-	-	1,196	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>1,370</u>	<u>-</u>	<u>162</u>	<u>2,351</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	10,243	17,375	110,288	65,602	39,223	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	4,458
Unassigned	-	-	-	-	-	(2,351)	-
<b>TOTAL FUND BALANCES</b>	<u>10,243</u>	<u>17,375</u>	<u>110,288</u>	<u>65,602</u>	<u>39,223</u>	<u>(2,351)</u>	<u>4,458</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 10,243</u>	<u>\$ 17,375</u>	<u>\$ 111,658</u>	<u>\$ 65,602</u>	<u>\$ 39,385</u>	<u>\$ -</u>	<u>\$ 4,458</u>

SCHEDULE D (CONTINUED)

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Admin State Auto Reg (0435)	Background Checks (0470)	Fuel Donations (0475)	Smoke Detector/Carbon Monoxide (0480)	Recreation Program (0500)	Wells Activity Center (0522)	Recreation Equip/Vehicle (0527)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	36,925	210	36,006	817	75,530	23,135	41,965
<b>TOTAL ASSETS</b>	<b>\$ 36,925</b>	<b>\$ 210</b>	<b>\$ 36,006</b>	<b>\$ 817</b>	<b>\$ 75,530</b>	<b>\$ 23,135</b>	<b>\$ 41,965</b>
<b>LIABILITIES</b>							
Accounts payable	\$ 78,486	\$ -	\$ -	\$ -	\$ -	\$ 1,471	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>78,486</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,471</b>	<b>-</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	21,664	-
Committed	-	-	-	817	75,530	-	41,965
Assigned	-	210	36,006	-	-	-	-
Unassigned	(41,561)	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>(41,561)</b>	<b>210</b>	<b>36,006</b>	<b>817</b>	<b>75,530</b>	<b>21,664</b>	<b>41,965</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 36,925</b>	<b>\$ 210</b>	<b>\$ 36,006</b>	<b>\$ 817</b>	<b>\$ 75,530</b>	<b>\$ 23,135</b>	<b>\$ 41,965</b>

SCHEDULE D (CONTINUED)

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Central Area Dev. Beautification (0550)	Boat Tank Pumpout System Grant (0570)	Sidewalk & Bicycle Reserve (0704)	Open Space Reserve (0705)	Municipal Land Reserve (0706)	Seawall FEMA Grant (0707)	Infrastructure Reserve (0708)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	20,111	6,102	249,677	574,298	50,027	-	527,573
<b>TOTAL ASSETS</b>	<u>\$ 20,111</u>	<u>\$ 6,102</u>	<u>\$ 249,677</u>	<u>\$ 574,298</u>	<u>\$ 50,027</u>	<u>\$ -</u>	<u>\$ 527,573</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 753	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>753</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	20,111	6,102	249,677	573,545	50,027	-	-
Committed	-	-	-	-	-	-	527,573
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>20,111</u>	<u>6,102</u>	<u>249,677</u>	<u>573,545</u>	<u>50,027</u>	<u>-</u>	<u>527,573</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 20,111</u>	<u>\$ 6,102</u>	<u>\$ 249,677</u>	<u>\$ 574,298</u>	<u>\$ 50,027</u>	<u>\$ -</u>	<u>\$ 527,573</u>



TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Recreation < 5 years (0711)	Inland Golf (0713)	Ambulance (0715)	Wells Transport Center (0717)	Route 1 Shoulders (0721)	Beautification Reserve (0727)	Harbor Facility (0728)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	-	375,700	99,176	1,899	-	47,034	-
<b>TOTAL ASSETS</b>	<b>\$ -</b>	<b>\$ 375,700</b>	<b>\$ 99,176</b>	<b>\$ 1,899</b>	<b>\$ -</b>	<b>\$ 47,034</b>	<b>\$ -</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 950	\$ -	\$ 5,460	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>950</b>	<b>-</b>	<b>5,460</b>	<b>-</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	375,700	-	949	-	41,574	-
Committed	-	-	99,176	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>-</b>	<b>375,700</b>	<b>99,176</b>	<b>949</b>	<b>-</b>	<b>41,574</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ -</b>	<b>\$ 375,700</b>	<b>\$ 99,176</b>	<b>\$ 1,899</b>	<b>\$ -</b>	<b>\$ 47,034</b>	<b>\$ -</b>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Activity Center Parking (0729)	Library Beautification Fund (0731)	Rec Site Plan (0732)	Town Wide Misc (0739)	Work Station Refresh (0740)	Sans 2 (0741)	PD Recorder (0742)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	3,780	20,000	5,000	22,134	64,165	68,358	14,200
<b>TOTAL ASSETS</b>	<u>\$ 3,780</u>	<u>\$ 20,000</u>	<u>\$ 5,000</u>	<u>\$ 22,134</u>	<u>\$ 64,165</u>	<u>\$ 68,358</u>	<u>\$ 14,200</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ 1,090	\$ -	\$ 99	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,090</u>	<u>-</u>	<u>99</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	3,780	-	-	-	64,165	68,259	14,200
Committed	-	20,000	5,000	21,044	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>3,780</u>	<u>20,000</u>	<u>5,000</u>	<u>21,044</u>	<u>64,165</u>	<u>68,259</u>	<u>14,200</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 3,780</u>	<u>\$ 20,000</u>	<u>\$ 5,000</u>	<u>\$ 22,134</u>	<u>\$ 64,165</u>	<u>\$ 68,358</u>	<u>\$ 14,200</u>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Pay Classification (0803)	Beach Erosion Reserve (0804)	Harbor Dredge (0805)	Future Beach Sand Purchase (0806)	Cable Studio Upgrades (0807)	Sick Leave (0808)	Clam Conservation (0813)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	5,624	87,155	-	100,000	46,754	-	-
<b>TOTAL ASSETS</b>	<b>\$ 5,624</b>	<b>\$ 87,155</b>	<b>\$ -</b>	<b>\$ 100,000</b>	<b>\$ 46,754</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	3,728	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,728</b>	<b>-</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	5,624	87,155	-	100,000	46,754	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(3,728)	-
<b>TOTAL FUND BALANCES</b>	<b>5,624</b>	<b>87,155</b>	<b>-</b>	<b>100,000</b>	<b>46,754</b>	<b>(3,728)</b>	<b>-</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 5,624</b>	<b>\$ 87,155</b>	<b>\$ -</b>	<b>\$ 100,000</b>	<b>\$ 46,754</b>	<b>\$ -</b>	<b>\$ -</b>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Traffic Study (0814)	Wells Conservation (0816)	Building Improvements (0817)	Self Insurance (0819)	Recycling (0820)	Storm Contingency (0822)	Walter Marsh Field Area (0824)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	15,596	16,281	99,599	415,780	4,676	-	1,389
<b>TOTAL ASSETS</b>	<u>\$ 15,596</u>	<u>\$ 16,281</u>	<u>\$ 99,599</u>	<u>\$ 415,780</u>	<u>\$ 4,676</u>	<u>\$ -</u>	<u>\$ 1,389</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 5,690	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>5,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	15,596	16,281	93,909	415,780	4,676	-	1,389
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<u>15,596</u>	<u>16,281</u>	<u>93,909</u>	<u>415,780</u>	<u>4,676</u>	<u>-</u>	<u>1,389</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 15,596</u>	<u>\$ 16,281</u>	<u>\$ 99,599</u>	<u>\$ 415,780</u>	<u>\$ 4,676</u>	<u>\$ -</u>	<u>\$ 1,389</u>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Revolving Vehicle Loan (0827)	Computer Mapping Town Hall (0830)	Library (0851)	Library Board (0852)	Library Donations (0853)	Board Discretionary Fund (0855)	Town Maps (0901)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	65,144	108,863	1,097	-	16,591	1,149	5,060
<b>TOTAL ASSETS</b>	<b>\$ 65,144</b>	<b>\$ 108,863</b>	<b>\$ 1,097</b>	<b>\$ -</b>	<b>\$ 16,591</b>	<b>\$ 1,149</b>	<b>\$ 5,060</b>
<b>LIABILITIES</b>							
Accounts payable	\$ 11,737	\$ 1,756	\$ -	\$ -	\$ 1,223	\$ -	\$ -
Due to other funds	-	-	-	44	-	-	-
<b>TOTAL LIABILITIES</b>	<b>11,737</b>	<b>1,756</b>	<b>-</b>	<b>44</b>	<b>1,223</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	107,107	1,097	-	-	1,149	5,060
Committed	53,407	-	-	-	-	-	-
Assigned	-	-	-	-	15,368	-	-
Unassigned	-	-	-	(44)	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>53,407</b>	<b>107,107</b>	<b>1,097</b>	<b>(44)</b>	<b>15,368</b>	<b>1,149</b>	<b>5,060</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 65,144</b>	<b>\$ 108,863</b>	<b>\$ 1,097</b>	<b>\$ -</b>	<b>\$ 16,591</b>	<b>\$ 1,149</b>	<b>\$ 5,060</b>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	School House 9 (0903)	1710 Restoration (0906)	Harbor Park Project (0907)	Harbor Park Burke Memorial (0909)	Joseph Bednarz Memorial (0910)	Homeland Security (0911)	Harbor Park Concerts (0914)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	20,405	167	30,672	863	3,817	-	14,589
<b>TOTAL ASSETS</b>	<b>\$ 20,405</b>	<b>\$ 167</b>	<b>\$ 30,672</b>	<b>\$ 863</b>	<b>\$ 3,817</b>	<b>\$ -</b>	<b>\$ 14,589</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 165	\$ -		\$ -	\$ 1,735
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>165</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,735</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	20,405	-	30,507	863	3,817	-	12,854
Committed	-	167	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>20,405</b>	<b>167</b>	<b>30,507</b>	<b>863</b>	<b>3,817</b>	<b>-</b>	<b>12,854</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 20,405</b>	<b>\$ 167</b>	<b>\$ 30,672</b>	<b>\$ 863</b>	<b>\$ 3,817</b>	<b>\$ -</b>	<b>\$ 14,589</b>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Harbor Park Pavilion (0915)	Dry Hydrants (0922)	Wells Police Association (0925)	Fire Grants (0940)	Police Grants (0941)	Wellness Works (0942)	Harbor Plan Update Grant (0944)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ 2,162	\$ -	\$ -	\$ -	\$ -
Due from other funds	5,443	17,737	-	7,330	-	105	-
<b>TOTAL ASSETS</b>	<b>\$ 5,443</b>	<b>\$ 17,737</b>	<b>\$ 2,162</b>	<b>\$ 7,330</b>	<b>\$ -</b>	<b>\$ 105</b>	<b>\$ -</b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	2,502
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,502</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	5,443	17,737	2,162	7,330	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	105	-
Unassigned	-	-	-	-	-	-	(2,502)
<b>TOTAL FUND BALANCES</b>	<b>5,443</b>	<b>17,737</b>	<b>2,162</b>	<b>7,330</b>	<b>-</b>	<b>105</b>	<b>(2,502)</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 5,443</b>	<b>\$ 17,737</b>	<b>\$ 2,162</b>	<b>\$ 7,330</b>	<b>\$ -</b>	<b>\$ 105</b>	<b>\$ -</b>

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2015

	Dispatch (0947)	Ship Grant (0949)	FEMA Map Study (0950)	Harbor Grants (0951)	Rental Properties - Cole (0955)	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,780
Due from other funds	127,486	-	-	23,600	9,875	3,837,772
<b>TOTAL ASSETS</b>	<b>\$ 127,486</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 23,600</b>	<b>\$ 9,875</b>	<b>\$ 3,867,552</b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 216	\$ 113,518
Due to other funds	-	-	12,640	-	-	20,110
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>12,640</b>	<b>-</b>	<b>216</b>	<b>133,628</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	127,486	-	-	23,600	-	2,886,265
Committed	-	-	-	-	9,659	854,338
Assigned	-	-	-	-	-	56,147
Unassigned	-	-	(12,640)	-	-	(62,826)
<b>TOTAL FUND BALANCES</b>	<b>127,486</b>	<b>-</b>	<b>(12,640)</b>	<b>23,600</b>	<b>9,659</b>	<b>3,733,924</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 127,486</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 23,600</b>	<b>\$ 9,875</b>	<b>\$ 3,867,552</b>

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



TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Drug Seizure (0002)	Drug Forfeiture (0008)	Harbor Moorings & Floats (0012)	Town Clerk Animal Control (0201)	Shellfish Control (0210)	State Plumbing Permits (0415)	Water Control Improvement (0416)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	71,644	6,266	2,642	11,792	1,023
Interest income	4	6	-	-	-	-	-
Other income	2,381	6,811	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>2,385</b>	<b>6,817</b>	<b>71,644</b>	<b>6,266</b>	<b>2,642</b>	<b>11,792</b>	<b>1,023</b>
EXPENDITURES							
General government	-	-	-	-	-	11,920	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	24,760	-	4,631	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>24,760</b>	<b>-</b>	<b>4,631</b>	<b>11,920</b>	<b>-</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<b>2,385</b>	<b>6,817</b>	<b>46,884</b>	<b>6,266</b>	<b>(1,989)</b>	<b>(128)</b>	<b>1,023</b>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	14,327	-	-
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,327</b>	<b>-</b>	<b>-</b>
NET CHANGE IN FUND BALANCES	2,385	6,817	46,884	6,266	12,338	(128)	1,023
FUND BALANCES - JULY 1	7,858	10,558	63,404	59,336	26,885	(2,223)	3,435
FUND BALANCES - JUNE 30	<u>\$ 10,243</u>	<u>\$ 17,375</u>	<u>\$ 110,288</u>	<u>\$ 65,602</u>	<u>\$ 39,223</u>	<u>\$ (2,351)</u>	<u>\$ 4,458</u>

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Admin State Auto Reg (0435)	Background Checks (0470)	Fuel Donations (0475)	Smoke Detector/Carbon Monoxide (0480)	Recreation Program (0500)	Wells Activity Center (0522)	Recreation Equip/Vehicle (0527)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	1,093,977	30	-	1,005	-	19,108	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	10,323	-	-	-	-
<b>TOTAL REVENUES</b>	<b>1,093,977</b>	<b>30</b>	<b>10,323</b>	<b>1,005</b>	<b>-</b>	<b>19,108</b>	<b>-</b>
EXPENDITURES							
General government	1,088,655	-	-	188	-	-	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	35,857	10,802	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	9,869	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>1,088,655</b>	<b>-</b>	<b>9,869</b>	<b>188</b>	<b>35,857</b>	<b>10,802</b>	<b>-</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	5,322	30	454	817	(35,857)	8,306	-
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	5,000	-	76,600	-	9,500
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>-</b>	<b>76,600</b>	<b>-</b>	<b>9,500</b>
NET CHANGE IN FUND BALANCES	5,322	30	5,454	817	40,743	8,306	9,500
FUND BALANCES - JULY 1	(46,883)	180	30,552	-	34,787	13,358	32,465
FUND BALANCES - JUNE 30	\$ (41,561)	\$ 210	\$ 36,006	\$ 817	\$ 75,530	\$ 21,664	\$ 41,965

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Central Area Dev. Beautification (0550)	Boat Tank Pumpout System Grant (0570)	Sidewalk & Bicycle Reserve (0704)	Open Space Reserve (0705)	Municipal Land Reserve (0706)	Seawall FEMA Grant (0707)	Infrastructure Reserve (0708)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	-	5,000	-	-	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
EXPENDITURES							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	37,553	-	-	-	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	3,664	-	-	37,418	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>3,664</b>	<b>-</b>	<b>37,553</b>	<b>37,418</b>	<b>-</b>	<b>-</b>	<b>-</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,664)</u>	<u>-</u>	<u>(37,553)</u>	<u>(32,418)</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	50,000	100,000	50,000	-	50,000
Transfers (out)	-	-	-	-	-	(65,223)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>50,000</b>	<b>100,000</b>	<b>50,000</b>	<b>(65,223)</b>	<b>50,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(3,664)</b>	<b>-</b>	<b>12,447</b>	<b>67,582</b>	<b>50,000</b>	<b>(65,223)</b>	<b>50,000</b>
FUND BALANCES - JULY 1	<u>23,775</u>	<u>6,102</u>	<u>237,230</u>	<u>505,963</u>	<u>27</u>	<u>65,223</u>	<u>477,573</u>
FUND BALANCES - JUNE 30	<u>\$ 20,111</u>	<u>\$ 6,102</u>	<u>\$ 249,677</u>	<u>\$ 573,545</u>	<u>\$ 50,027</u>	<u>\$ -</u>	<u>\$ 527,573</u>

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Recreation < 5 years (0711)	Inland Golf (0713)	Ambulance (0715)	Wells Transport Center (0717)	Route 1 Shoulders (0721)	Beautification Reserve (0727)	Harbor Facility (0728)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	90,000	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	30,000	596	-	-	-
TOTAL REVENUES	-	90,000	30,000	596	-	-	-
EXPENDITURES							
General government	-	300,000	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	37,246	-	21,988	-
TOTAL EXPENDITURES	-	300,000	-	37,246	-	21,988	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(210,000)	30,000	(36,650)	-	(21,988)	-
OTHER FINANCING SOURCES (USES)							
Transfers in	9,437	-	60,000	20,000	-	22,380	-
Transfers (out)	-	-	-	-	(18,841)	-	(14,835)
TOTAL OTHER FINANCING SOURCES (USES)	9,437	-	60,000	20,000	(18,841)	22,380	(14,835)
NET CHANGE IN FUND BALANCES	9,437	(210,000)	90,000	(16,650)	(18,841)	392	(14,835)
FUND BALANCES - JULY 1	(9,437)	585,700	9,176	17,599	18,841	41,182	14,835
FUND BALANCES - JUNE 30	\$ -	\$ 375,700	\$ 99,176	\$ 949	\$ -	\$ 41,574	\$ -

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Activity Center Parking (0729)	Library Beautification Fund (0731)	Rec Site Plan (0732)	Town Wide Misc (0739)	Work Station Refresh (0740)	Sans 2 (0741)	PD Recorder (0742)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
TOTAL REVENUES	-	-	-	-	-	-	-
EXPENDITURES							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	9,701
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	27,345	34,960	17,967	-
TOTAL EXPENDITURES	-	-	-	27,345	34,960	17,967	9,701
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	(27,345)	(34,960)	(17,967)	(9,701)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	32,000	35,000	-	10,000
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	32,000	35,000	-	10,000
NET CHANGE IN FUND BALANCES	-	-	-	4,655	40	(17,967)	299
FUND BALANCES - JULY 1	3,780	20,000	5,000	16,389	64,125	86,226	13,901
FUND BALANCES - JUNE 30	\$ 3,780	\$ 20,000	\$ 5,000	\$ 21,044	\$ 64,165	\$ 68,259	\$ 14,200

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Pay Classification (0803)	Beach Erosion Reserve (0804)	Harbor Dredge (0805)	Future Beach Sand Purchase (0806)	Cable Studio Upgrades (0807)	Sick Leave (0808)	Clam Conservation (0813)
<b>REVENUES</b>							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	15,605	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	-	-	48,000	-	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>15,605</b>	<b>-</b>	<b>-</b>	<b>48,000</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>							
General government	-	-	-	-	1,246	-	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	29,607	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>29,607</b>	<b>-</b>	<b>1,246</b>	<b>-</b>	<b>-</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>15,605</b>	<b>(29,607)</b>	<b>-</b>	<b>46,754</b>	<b>-</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	100,000	-	-	-
Transfers (out)	-	-	-	-	-	-	(14,327)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100,000</b>	<b>-</b>	<b>-</b>	<b>(14,327)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>-</b>	<b>15,605</b>	<b>(29,607)</b>	<b>100,000</b>	<b>46,754</b>	<b>-</b>	<b>(14,327)</b>
<b>FUND BALANCES - JULY 1</b>	<b>5,624</b>	<b>71,550</b>	<b>29,607</b>	<b>-</b>	<b>-</b>	<b>(3,728)</b>	<b>14,327</b>
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 5,624</b>	<b>\$ 87,155</b>	<b>\$ -</b>	<b>\$ 100,000</b>	<b>\$ 46,754</b>	<b>\$ (3,728)</b>	<b>\$ -</b>

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Traffic Study (0814)	Wells Conservation (0816)	Building Improvements (0817)	Self Insurance (0819)	Recycling (0820)	Storm Contingency (0822)	Walter Marsh Field Area (0824)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	-	400,086	-	-	-
TOTAL REVENUES	-	-	-	400,086	-	-	-
EXPENDITURES							
General government	-	-	54,740	-	-	-	-
Public safety	-	-	-	11,130	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	54,740	11,130	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(54,740)	388,956	-	-	-
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	(178)	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	(178)	-
NET CHANGE IN FUND BALANCES	-	-	(54,740)	388,956	-	(178)	-
FUND BALANCES - JULY 1	15,596	16,281	148,649	26,824	4,676	178	1,389
FUND BALANCES - JUNE 30	\$ 15,596	\$ 16,281	\$ 93,909	\$ 415,780	\$ 4,676	\$ -	\$ 1,389

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Revolving Vehicle Loan (0827)	Computer Mapping Town Hall (0830)	Library (0851)	Library Board (0852)	Library Donations (0853)	Board Discretionary Fund (0855)	Town Maps (0901)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	443
Interest income	-	-	-	-	-	-	-
Other income	-	-	-	-	11,215	-	327
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,215</b>	<b>-</b>	<b>770</b>
EXPENDITURES							
General government	-	24,532	-	-	-	-	-
Public safety	39,959	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	-	-	-	-	-
Library	-	-	-	-	14,933	-	-
Unclassified	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>39,959</b>	<b>24,532</b>	<b>-</b>	<b>-</b>	<b>14,933</b>	<b>-</b>	<b>-</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<b>(39,959)</b>	<b>(24,532)</b>	<b>-</b>	<b>-</b>	<b>(3,718)</b>	<b>-</b>	<b>770</b>
OTHER FINANCING SOURCES (USES)							
Transfers in	5,557	41,682	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>5,557</b>	<b>41,682</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
NET CHANGE IN FUND BALANCES	<b>(34,402)</b>	<b>17,150</b>	<b>-</b>	<b>-</b>	<b>(3,718)</b>	<b>-</b>	<b>770</b>
FUND BALANCES - JULY 1	87,809	89,957	1,097	(44)	19,086	1,149	4,290
FUND BALANCES - JUNE 30	<b>\$ 53,407</b>	<b>\$ 107,107</b>	<b>\$ 1,097</b>	<b>\$ (44)</b>	<b>\$ 15,368</b>	<b>\$ 1,149</b>	<b>\$ 5,060</b>



TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	School House 9 (0903)	1710 Restoration (0906)	Harbor Park Project (0907)	Harbor Park Burke Memorial (0909)	Joseph Bednarz Memorial (0910)	Homeland Security (0911)	Harbor Park Concerts (0914)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	3,530	-	-	-	7,806
Interest income	-	-	-	-	-	-	-
Other income	-	1,000	-	-	1,965	-	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>1,000</b>	<b>3,530</b>	<b>-</b>	<b>1,965</b>	<b>-</b>	<b>7,806</b>
EXPENDITURES							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	-	-	1,228	-	860	-	10,306
Library	-	-	-	-	-	-	-
Unclassified	250	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>250</b>	<b>-</b>	<b>1,228</b>	<b>-</b>	<b>860</b>	<b>-</b>	<b>10,306</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(250)	1,000	2,302	-	1,105	-	(2,500)
OTHER FINANCING SOURCES (USES)							
Transfers in	20,000	-	25,000	-	-	-	3,000
Transfers (out)	-	-	-	-	-	(76,028)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>20,000</b>	<b>-</b>	<b>25,000</b>	<b>-</b>	<b>-</b>	<b>(76,028)</b>	<b>3,000</b>
NET CHANGE IN FUND BALANCES	19,750	1,000	27,302	-	1,105	(76,028)	500
FUND BALANCES - JULY 1	655	(833)	3,205	863	2,712	76,028	12,354
FUND BALANCES - JUNE 30	\$ 20,405	\$ 167	\$ 30,507	\$ 863	\$ 3,817	\$ -	\$ 12,854

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Harbor Park Pavilion (0915)	Dry Hydrants (0922)	Wells Police Association (0925)	Fire Grants (0940)	Police Grants (0941)	Wellness Works (0942)	Harbor Plan Update Grant (0944)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ 45,083	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-
Other income	-	-	625	-	12,104	431	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>-</b>	<b>625</b>	<b>45,083</b>	<b>12,104</b>	<b>431</b>	<b>-</b>
EXPENDITURES							
General government	-	-	-	-	-	210	-
Public safety	-	58	1,073	70,432	-	-	-
Recreation and culture	-	-	-	-	-	-	-
Beach and harbors	107	-	-	-	-	-	-
Library	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>107</b>	<b>58</b>	<b>1,073</b>	<b>70,432</b>	<b>-</b>	<b>210</b>	<b>-</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(107)	(58)	(448)	(25,349)	12,104	221	-
OTHER FINANCING SOURCES (USES)							
Transfers in	-	13,400	-	30,646	-	-	-
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>13,400</b>	<b>-</b>	<b>30,646</b>	<b>-</b>	<b>-</b>	<b>-</b>
NET CHANGE IN FUND BALANCES	(107)	13,342	(448)	5,297	12,104	221	-
FUND BALANCES - JULY 1	5,550	4,395	2,610	2,033	(12,104)	(116)	(2,502)
<b>FUND BALANCES - JUNE 30</b>	<b>\$ 5,443</b>	<b>\$ 17,737</b>	<b>\$ 2,162</b>	<b>\$ 7,330</b>	<b>\$ -</b>	<b>\$ 105</b>	<b>\$ (2,502)</b>

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Dispatch (0947)	Ship Grant (0949)	FEMA Map Study (0950)	Harbor Grants (0951)	Rental Properties - Cole (0955)	Totals
REVENUES						
Intergovernmental revenue	\$ -	\$ 13,698	\$ -	\$ -	\$ -	\$ 58,781
Charges for services	-	-	-	-	-	1,324,871
Interest income	-	-	-	-	-	10
Other income	-	-	-	-	21,600	552,464
<b>TOTAL REVENUES</b>	<b>-</b>	<b>13,698</b>	<b>-</b>	<b>-</b>	<b>21,600</b>	<b>1,936,126</b>
EXPENDITURES						
General government	-	-	-	-	11,941	1,493,432
Public safety	21,847	-	-	-	-	154,200
Recreation and culture	-	-	-	-	-	84,212
Beach and harbors	-	22,437	-	9,900	-	103,836
Library	-	-	-	-	-	14,933
Unclassified	-	-	-	-	-	190,707
<b>TOTAL EXPENDITURES</b>	<b>21,847</b>	<b>22,437</b>	<b>-</b>	<b>9,900</b>	<b>11,941</b>	<b>2,041,320</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(21,847)	(8,739)	-	(9,900)	9,659	(105,194)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	33,500	-	817,029
Transfers (out)	-	-	-	-	-	(189,432)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,500</b>	<b>-</b>	<b>627,597</b>
NET CHANGE IN FUND BALANCES	(21,847)	(8,739)	-	23,600	9,659	522,403
FUND BALANCES - JULY 1	149,333	8,739	(12,640)	-	-	3,211,521
FUND BALANCES - JUNE 30	\$ 127,486	\$ -	\$ (12,640)	\$ 23,600	\$ 9,659	3,733,924

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.

TOWN OF WELLS, MAINE

BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2015

	Landfill Closure Reserve (0007)	Harbor Mooring Tender CIP (0013)	Public Works Equipment Reserve (0701)	Fire Truck Reserve (0703)	Paving/ Sidewalks Bridges (0723)	Paving Bond (0724)	PW Building Replace Reserve (0733)
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	10,105	3,971	72,766	975,542	19,857	93,017	1,184
<b>TOTAL ASSETS</b>	<u>\$ 10,105</u>	<u>\$ 3,971</u>	<u>\$ 72,766</u>	<u>\$ 975,542</u>	<u>\$ 19,857</u>	<u>\$ 93,017</u>	<u>\$ 1,184</u>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ 17,460	\$ -	\$ 21,207	\$ 37,868	
Due to other funds	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>	<u>17,460</u>	<u>-</u>	<u>21,207</u>	<u>37,868</u>	<u>-</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	10,105	3,971	55,306	975,542	-	55,149	1,184
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(1,350)	-	-
<b>TOTAL FUND BALANCES</b>	<u>10,105</u>	<u>3,971</u>	<u>55,306</u>	<u>975,542</u>	<u>(1,350)</u>	<u>55,149</u>	<u>1,184</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 10,105</u>	<u>\$ 3,971</u>	<u>\$ 72,766</u>	<u>\$ 975,542</u>	<u>\$ 19,857</u>	<u>\$ 93,017</u>	<u>\$ 1,184</u>

TOWN OF WELLS, MAINE

BALANCE SHEET – NONMAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2015

	FD Misc Operating Equip Reserve (0734)	WEMS EKG/DEFIB Reserve (0735)	Town Clerk Voting Machines (0736)	PD Boat (0738)	Public Safety Facility (0840)	Totals
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other funds	81,925	32,953	49,351	3,102	111,938	1,455,711
<b>TOTAL ASSETS</b>	<u>\$ 81,925</u>	<u>\$ 32,953</u>	<u>\$ 49,351</u>	<u>\$ 3,102</u>	<u>\$ 111,938</u>	<u>\$ 1,455,711</u>
<b>LIABILITIES</b>						
Accounts payable	\$ 2,528	\$ -	\$ -	\$ -	\$ 7,559	\$ 86,622
Due to other funds	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<u>2,528</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,559</u>	<u>86,622</u>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	79,397	32,953	49,351	3,102	104,379	1,370,439
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(1,350)
<b>TOTAL FUND BALANCES</b>	<u>79,397</u>	<u>32,953</u>	<u>49,351</u>	<u>3,102</u>	<u>104,379</u>	<u>1,369,089</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 81,925</u>	<u>\$ 32,953</u>	<u>\$ 49,351</u>	<u>\$ 3,102</u>	<u>\$ 111,938</u>	<u>\$ 1,455,711</u>

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

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES – NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	Landfill Closure Reserve (0007)	Harbor Mooring Tender CIP (0013)	Public Works Equipment Reserve (0701)	Fire Truck Reserve (0703)	Paving/ Sidewalks Bridges (0723)	Paving Bond (0724)	PW Building Replace Reserve (0733)
REVENUES							
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ 11,823	\$ -	\$ -
Other income	555	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>555</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,823</b>	<b>-</b>	<b>-</b>
EXPENDITURES							
Capital outlay	-	-	-	-	993,870	1,067,187	112,211
Other	-	16,029	321,807	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>-</b>	<b>16,029</b>	<b>321,807</b>	<b>-</b>	<b>993,870</b>	<b>1,067,187</b>	<b>112,211</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	555	(16,029)	(321,807)	-	(982,047)	(1,067,187)	(112,211)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	20,000	180,000	250,000	950,000	-	120,000
Transfers (out)	-	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>20,000</b>	<b>180,000</b>	<b>250,000</b>	<b>950,000</b>	<b>-</b>	<b>120,000</b>
NET CHANGE IN FUND BALANCES	555	3,971	(141,807)	250,000	(32,047)	(1,067,187)	7,789
FUND BALANCES - JULY 1	9,550	-	197,113	725,542	30,697	1,122,336	(6,605)
FUND BALANCES - JUNE 30	\$ 10,105	\$ 3,971	\$ 55,306	\$ 975,542	\$ (1,350)	\$ 55,149	\$ 1,184

SCHEDULE G (CONTINUED)

TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES – NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015

	FD Misc Operating Equip Reserve (0734)	WEMS EKG/DEFIB Reserve (0735)	Town Clerk Voting Machines (0736)	PD Boat (0738)	Public Safety Facility (0840)	Totals
REVENUES						
Intergovernmental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,823
Other income	-	-	-	100	-	655
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>12,478</u>
EXPENDITURES						
Capital outlay	45,019	-	1,923	-	367,521	2,587,731
Other	-	-	-	-	-	337,836
TOTAL EXPENDITURES	<u>45,019</u>	<u>-</u>	<u>1,923</u>	<u>-</u>	<u>367,521</u>	<u>2,925,567</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(45,019)</u>	<u>-</u>	<u>(1,923)</u>	<u>100</u>	<u>(367,521)</u>	<u>(2,913,089)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	18,000	15,000	-	-	76,029	1,629,029
Transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>18,000</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>76,029</u>	<u>1,629,029</u>
NET CHANGE IN FUND BALANCES	(27,019)	15,000	(1,923)	100	(291,492)	(1,284,060)
FUND BALANCES - JULY 1	<u>106,416</u>	<u>17,953</u>	<u>51,274</u>	<u>3,002</u>	<u>395,871</u>	<u>2,653,149</u>
FUND BALANCES - JUNE 30	<u>\$ 79,397</u>	<u>\$ 32,953</u>	<u>\$ 49,351</u>	<u>\$ 3,102</u>	<u>\$ 104,379</u>	<u>\$ 1,369,089</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 Wells, 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.

TOWN OF WELLS, MAINE

COMBINING BALANCE SHEET - NONMAJOR PERMANENT FUNDS  
 JUNE 30, 2015

	Bayley Trust <u>Scholarship</u>	<u>Totals</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 3,807	\$ 3,807
Due from other funds	20	20
<b>TOTAL ASSETS</b>	<u>\$ 3,827</u>	<u>\$ 3,827</u>
<b>LIABILITIES</b>		
Due to other funds	\$ -	\$ -
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>		
Nonspendable	-	-
Restricted	3,827	3,827
Committed	-	-
Assigned	-	-
Unassigned	-	-
<b>TOTAL FUND BALANCES</b>	<u>3,827</u>	<u>3,827</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 3,827</u>	<u>\$ 3,827</u>

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

## TOWN OF WELLS, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES - NONMAJOR PERMANENT FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015

	Bayley Trust Scholarship	Totals
REVENUES		
Interest income	\$ 2	\$ 2
TOTAL REVENUES	<u>2</u>	<u>2</u>
EXPENDITURES		
Other	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2</u>	<u>2</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	-	-
Transfers (out)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	2	2
FUND BALANCES - JULY 1	<u>3,825</u>	<u>3,825</u>
FUND BALANCES - JUNE 30	<u>\$ 3,827</u>	<u>\$ 3,827</u>

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

## General Capital Assets

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

TOWN OF WELLS, MAINE

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION  
JUNE 30, 2015

	Land, Other Non- Depreciable Assets and Construction in Progress	Land Improvements, Buildings, Building Improvements,	Equipment and Vehicles	Infrastructure	Totals
Administration	\$ 1,083,740	\$ 771,878	\$ 653,515	\$ -	\$ 2,509,133
Police	-	360,540	1,576,336	-	1,936,876
Fire	158,440	622,999	3,071,750	-	3,853,189
Ambulance	-	-	293,549	-	293,549
Public works	984,970	1,727,453	2,547,827	13,611,788	18,872,038
Library	367,200	1,043,300	809,765	-	2,220,265
Parks & recreation	308,060	769,979	115,311	22,393	1,215,743
Harbormaster	599,840	353,314	213,769	1,590,368	2,757,291
Transfer station	189,980	760,087	547,540	5,046	1,502,653
Town-wide	4,502,801	1,366,665	253,934	854,604	6,978,004
Beach operations	-	35,060	149,257	260,806	445,123
Total General Capital Assets	8,195,031	7,811,275	10,232,553	16,345,005	42,583,864
Less: Accumulated Depreciation	-	(3,690,999)	(6,770,463)	(4,949,222)	(15,410,684)
Net General Capital Assets	\$ 8,195,031	\$ 4,120,276	\$ 3,462,090	\$ 11,395,783	\$ 27,173,180

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

TOWN OF WELLS, MAINE

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION  
FOR THE YEAR ENDED JUNE 30, 2015

	General Capital Assets 7/1/14	Additions	Deletions	General Capital Assets 6/30/15
Administration	\$ 2,237,421	\$ 273,312	\$ (1,600)	\$ 2,509,133
Police	1,775,284	225,618	(64,026)	1,936,876
Fire	3,803,248	350,751	(300,810)	3,853,189
Ambulance	547,549	-	(254,000)	293,549
Public works	16,681,009	2,402,515	(211,486)	18,872,038
Library	2,416,990	233,275	(430,000)	2,220,265
Parks & recreation	1,147,194	125,249	(56,700)	1,215,743
Harbormaster	2,606,815	150,476	-	2,757,291
Transfer station	1,362,028	140,625	-	1,502,653
Town-wide	6,465,830	637,270	(125,096)	6,978,004
Beach operations	400,494	44,629	-	445,123
Total General Capital Assets	39,443,862	4,583,720	(1,443,718)	42,583,864
Less: Accumulated Depreciation	(14,663,082)	(1,621,640)	874,038	(15,410,684)
Net General Capital Assets	<u>\$ 24,780,780</u>	<u>\$ 2,962,080</u>	<u>\$ (569,680)</u>	<u>\$ 27,173,180</u>

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