

Audited Financial Statements

Town of Wayne, Maine

June 30, 2014



Proven Expertise and Integrity

TOWN OF WAYNE, MAINE

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JUNE 30, 2014

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INDEPENDENT AUDITORS' REPORT

Board of Selectmen
Town of Wayne
Wayne, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Wayne, Maine, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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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, each major fund and the aggregate remaining fund information of the Town of Wayne, Maine as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 10 and 34 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 Wayne, 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.

R.H.R. Smith & Company

Buxton, Maine
August 20, 2014

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2014**

(UNAUDITED)

The following management's discussion and analysis of Town of Wayne, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2014. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

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

Basic Financial Statements

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

Government-Wide Financial Statements

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

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

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

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

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Wayne, 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 Wayne can be categorized as governmental funds.

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

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

The Town of Wayne presents two columns in the governmental fund balance sheet and the governmental fund 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 "All Nonmajor Funds" column on these statements.

The general fund is the only fund for which the Town legally adopted a budget. The Budgetary Comparison Schedule – Budgetary Basis – Budget and Actual –

General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

Notes to the Financial Statements

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

Required Supplementary Information

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

Other Supplementary Information

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

Government-Wide Financial Analysis

Our analysis below focuses on the net position, and changes in net position of the Town's governmental activities. The Town's total net position for governmental funds is \$4,221,268 compared to \$4,122,145 in the prior year, an increase of \$99,123.

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 – is \$1,730,067 at the end of this year for governmental activities.

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

	Governmental Activities	
	2014	2013
Assets:		
Current and Other Assets	\$ 1,810,156	\$ 1,710,536
Capital Assets	2,601,616	2,448,937
Total Assets	<u>4,411,772</u>	<u>4,159,473</u>
Liabilities:		
Current Liabilities	38,152	33,265
Long-term Debt Outstanding	149,809	2,099
Total Liabilities	<u>187,961</u>	<u>35,364</u>
Deferred Inflows of Resources:		
Prepaid taxes	2,543	1,964
Total Deferred Inflows of Resources	<u>2,543</u>	<u>1,964</u>
Net Position:		
Invested in Capital Assets, Net of Related Debt	2,424,281	2,448,937
Restricted	66,920	62,711
Unrestricted	1,730,067	1,610,497
Total Net Position	<u>\$ 4,221,268</u>	<u>\$ 4,122,145</u>

Revenues and Expenses

Revenues decreased by 1.36% from the prior year while expenses increased by 2.97%. The decrease in revenues was primarily due to a decrease in grants and contributions and miscellaneous revenues. The increase in expenditures was primarily due to an increase in education costs.

Table 2
Town of Wayne, Maine
Change in Net Position
For the Years Ended June 30,

	<u>2014</u>	<u>2013</u>
Revenues		
<i>Program Revenues:</i>		
Charges for services	\$ 8,139	\$ 8,164
Operating grants & contributions	33,292	34,476
<i>General Revenues:</i>		
Taxes	2,770,860	2,720,252
Grants & contributions not restricted to specific programs	69,432	103,879
Miscellaneous	131,873	188,526
Total Revenues	<u>3,013,596</u>	<u>3,055,297</u>
Expenses		
General government	304,641	283,066
Public safety	91,556	99,808
Highways and roads	360,359	415,568
Sanitation	79,953	94,752
Cobbossee watershed	2,127	2,363
Recreation	19,356	21,514
Organizations and social services	28,152	30,993
Unclassified	132,424	138,160
Education	1,708,722	1,553,289
County tax	182,790	184,955
Overlay	4,393	3,201
Interest on long-term debt	-	2,666
Total Expenses	<u>2,914,473</u>	<u>2,830,335</u>
Change in Net Position	99,123	224,962
Net Postion - July 1	<u>4,122,145</u>	<u>3,897,183</u>
Net Position - June 30	<u>\$ 4,221,268</u>	<u>\$ 4,122,145</u>

Financial Analysis of the Town's Fund Statements

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

Table 3
Town of Wayne, Maine
Fund Balances - Governmental Funds
June 30,

	2014	2013
Major Funds:		
General Fund:		
Unassigned	\$ 1,022,909	\$ 1,000,834
Total Major Funds	\$ 1,022,909	\$ 1,000,834
Nonmajor Funds:		
Special Revenue funds:		
Assigned	\$ 36,661	\$ 33,969
Unassigned	(3,084)	(1,500)
Capital Projects funds:		
Assigned	512,999	452,690
Permanent funds:		
Restricted	66,920	62,711
Total Nonmajor Funds	\$ 613,496	\$ 547,870

The general fund total fund balance increased by \$22,075 from the prior fiscal year. The non-major fund balances increased by \$65,626 from the prior fiscal year.

Budgetary Highlights

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

The general fund actual revenues were under budget by \$30,280. This was mostly because of property taxes and intergovernmental revenues being receipted less than budget.

The general fund actual expenditures were under budget by \$72,355. All expenditure categories were under budget with the exception recreation.

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2014, the net book value of capital assets recorded by the Town increased by \$152,679. This was a result of capital additions of \$235,201 less current year depreciation expense of \$82,522.

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

	<u>2014</u>	<u>2013</u>
Land and improvements	\$ 705,000	\$ 705,000
Buildings and improvements	256,901	272,105
Machinery and equipment	38,693	36,676
Vehicles	25,097	37,645
Infrastructure	<u>1,575,925</u>	<u>1,397,511</u>
Total	<u>\$ 2,601,616</u>	<u>\$ 2,448,937</u>

Debt

At June 30, 2014, the Town had \$170,000 in bonds outstanding versus \$0 last year. Other obligations include capital leases payable and accrued sick and vacation time as shown in Note 5 of Notes to Financial Statements.

Economic Factors and Next Year's Budgets and Rates

The Town has steadily maintained a sufficient unassigned fund balance to sustain government operations for a period of approximately four months, while also maintaining significant reserve accounts for future capital and program needs.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Finance Department at, P.O. Box 400, Wayne, Maine 04284.

TOWN OF WAYNE, MAINE
STATEMENT OF NET POSITION
JUNE 30, 2014

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 1,578,020
Investments	14,722
Accounts receivable (net of allowance for uncollectibles):	
Taxes	150,862
Liens	<u>66,552</u>
Total current assets	<u>1,810,156</u>
Noncurrent assets:	
Capital assets:	
Land and other assets not being depreciated	705,000
Buildings, equipment and infrastructure net of accumulated depreciation	<u>1,896,616</u>
Total noncurrent assets	<u>2,601,616</u>
TOTAL ASSETS	<u><u>\$ 4,411,772</u></u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ -
Due to other governments	2,384
Current portion of long-term obligations	<u>35,768</u>
Total current liabilities	<u>38,152</u>
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Bonds payable	136,000
Capital leases payable	5,567
Accrued compensated absences	<u>8,242</u>
Total noncurrent liabilities	<u>149,809</u>
TOTAL LIABILITIES	<u>187,961</u>
DEFERRED INFLOWS OF RESOURCES	
Prepaid taxes	<u>2,543</u>
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>2,543</u>
NET POSITION	
Invested in capital assets, net of related debt	2,424,281
Restricted	66,920
Unrestricted	<u>1,730,067</u>
TOTAL NET POSITION	<u>4,221,268</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u><u>\$ 4,411,772</u></u>

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

TOWN OF WAYNE, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities
Governmental activities:					
General government	\$ 304,641	\$ 8,139	\$ -	\$ -	\$ (296,502)
Public safety	91,556	-	-	-	(91,556)
Highways and roads	360,359	-	33,292	-	(327,067)
Sanitation	79,953	-	-	-	(79,953)
Cobbossee watershed	2,127	-	-	-	(2,127)
Recreation	19,356	-	-	-	(19,356)
Organizations and social services	28,152	-	-	-	(28,152)
Unclassified	132,424	-	-	-	(132,424)
Education	1,708,722	-	-	-	(1,708,722)
County tax	182,790	-	-	-	(182,790)
Overlay	4,393	-	-	-	(4,393)
Total government	<u>\$ 2,914,473</u>	<u>\$ 8,139</u>	<u>\$ 33,292</u>	<u>\$ -</u>	<u>(2,873,042)</u>

TOWN OF WAYNE, MAINE

STATEMENT OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

	<u>Governmental Activities</u>
Changes in net position:	
Net (expense) revenue	<u>(2,873,042)</u>
General revenues:	
Taxes:	
Property taxes, levied for general purposes	2,555,780
Excise taxes	215,080
Grants and contributions not restricted to specific programs	69,432
Miscellaneous	131,873
Total general revenues	<u>2,972,165</u>
Change in net position	99,123
NET POSITION - JULY 1	<u>4,122,145</u>
NET POSITION - JUNE 30	<u><u>\$ 4,221,268</u></u>

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

TOWN OF WAYNE, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2014

	General Fund	All Nonmajor Funds	Totals Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 1,280,499	\$ 297,521	\$ 1,578,020
Investments	-	14,722	14,722
Accounts receivable (net of allowance for uncollectibles):			
Taxes	150,862	-	150,862
Liens	66,552	-	66,552
Due from other funds	3,084	304,337	307,421
TOTAL ASSETS	\$ 1,500,997	\$ 616,580	\$ 2,117,577
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Due to other governments	2,384	-	2,384
Due to other funds	304,337	3,084	307,421
TOTAL LIABILITIES	306,721	3,084	309,805
DEFERRED INFLOWS OF RESOURCES			
Deferred tax revenue	168,824	-	168,824
Prepaid taxes	2,543	-	2,543
TOTAL DEFERRED INFLOWS OF RESOURCES	171,367	-	171,367
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	66,920	66,920
Committed	-	-	-
Assigned	-	549,660	549,660
Unassigned	1,022,909	(3,084)	1,019,825
TOTAL FUND BALANCES	1,022,909	613,496	1,636,405
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,500,997	\$ 616,580	\$ 2,117,577

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

TOWN OF WAYNE, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014

	Total Governmental Funds
Total Fund Balances	\$ 1,636,405
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	2,601,616
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	168,824
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(170,000)
Capital leases payable	(7,335)
Accrued compensated absences	(8,242)
	\$ 4,221,268
Net position of governmental activities	

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

TOWN OF WAYNE, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	General Fund	All Nonmajor Funds	Totals Governmental Funds
REVENUES			
Taxes:			
Property	\$ 2,513,559	\$ -	\$ 2,513,559
Excise	215,080	-	215,080
Intergovernmental	102,136	588	102,724
Charges for services	8,139	-	8,139
Miscellaneous revenues	28,563	103,310	131,873
TOTAL REVENUES	2,867,477	103,898	2,971,375
EXPENDITURES			
Current:			
General government	277,410	-	277,410
Public safety	70,579	-	70,579
Highways and roads	321,305	-	321,305
Sanitation	79,953	-	79,953
Cobbossee watershed	2,127	-	2,127
Recreation	10,618	-	10,618
Organizations and social services	28,152	-	28,152
Unclassified	17,753	114,671	132,424
Education	1,708,722	-	1,708,722
County tax	182,790	-	182,790
Overlay	4,393	-	4,393
Capital outlay	-	235,201	235,201
TOTAL EXPENDITURES	2,703,802	349,872	3,053,674
EXCESS REVENUES OVER (UNDER) EXPENDITURES	163,675	(245,974)	(82,299)
OTHER FINANCING SOURCES (USES)			
Bond proceeds	-	170,000	170,000
Operating transfers in	-	141,600	141,600
Operating transfers (out)	(141,600)	-	(141,600)
TOTAL OTHER FINANCING SOURCES (USES)	(141,600)	311,600	170,000
NET CHANGE IN FUND BALANCES	22,075	65,626	87,701
FUND BALANCES - JULY 1,	1,000,834	547,870	1,548,704
FUND BALANCES - JUNE 30	\$ 1,022,909	\$ 613,496	\$ 1,636,405

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

TOWN OF WAYNE, 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, 2014

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 87,701</u>
<p>Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:</p>	
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:</p>	
Capital asset purchases	235,201
Capital asset disposals	-
Depreciation expense	<u>(82,522)</u>
	<u>152,679</u>
<p>Revenues in the Statement of Activities that do not provide current financial resources are not reported.</p>	
Taxes and liens receivable	<u>42,221</u>
<p>Debt proceeds provide current financial resources to governmental funds, but long-term liabilities in the Statement of Net Position</p>	
	<u>(179,250)</u>
<p>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:</p>	
Accrued compensated absences	<u>(6,143)</u>
	<u>(6,143)</u>
<p>Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position</p>	
	<u>1,915</u>
Change in net position of governmental activities (Statement B)	<u><u>\$ 99,123</u></u>

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

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Wayne was incorporated under the laws of the State of Maine. The Town operates under Town manager form of government and provides the following services: general government, public safety, highways and roads, sanitation, education, and recreation.

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 Statement No. 39.

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 either governmental or business-type. All activities for the Town are categorized as governmental.

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

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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. Both fiduciary funds and component units that are fiduciary in nature have been excluded from these 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 Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Basis of Accounting

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

1. Accrual

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

2. Modified Accrual

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

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.

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. A meeting of the Board of Selectmen was called for the purpose of adopting the proposed budget after public notice of the meeting was given.
3. The budget was adopted subsequent to passage by the inhabitants of the Town.
4. The Town does not adopt budgets for Special Revenue Funds.

Deposits and Investments

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

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

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

The Town of Wayne has no formal investment policy but instead follows the State of Maine Statutes. They are in the process of adopting a more detailed investment policy.

Inventories

Inventories of supplies are considered to be expenditures at the time of purchase and are not included in the general fund balance sheet.

Interfund Receivables and Payables

Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances". Interfund balances and transactions have been eliminated in the government-wide financial statements.

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Transactions Between Funds

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

Allowance for Uncollectible Accounts

The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2014.

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 WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 compensated absences.

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

Compensated Absences

The Town's policies regarding vacation and sick time do permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as long-term debt in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2014, the Town's liability for compensated absences is \$8,242.

Net Position

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

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

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

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

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

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

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

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

The Town is in the process of adopting a set of financial policies to guide the financial operation of the Town. Included in the policies will be guidelines for accumulating and maintaining an operating position in certain budgeted governmental funds such that annual expenditures shall not exceed annual resources, including fund balances. Other funds shall be fully self-supporting to the extent that the fund balance or retained earnings of each fund shall be zero or greater.

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied August 13, 2013 on the assessed value listed as of April 1, 2013, for all real and personal property located in the Town. Taxes were due in three installments on October 1, 2013, January 31, 2014 and April 1, 2014. Interest on unpaid taxes commenced on October 2, 2013, February 1, 2014 and April 2, 2014, at 7% per annum.

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

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to \$25,255 for the year ended June 30, 2014.

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 WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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 - CASH 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, 2014, the Town's deposits amounting to \$1,578,020 were comprised of bank deposits of \$1,620,663. Of these deposits, \$1,606,501 was fully insured by federal depository insurance and consequently was not exposed to custodial credit risk. The remaining deposits of \$14,162 were uncollateralized and uninsured.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 272,332
Sweep account	1,104,039
Savings accounts	244,292
	<u>\$ 1,620,663</u>

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investments:

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

At June 30, 2014, the Town's investments balance of \$14,722 was fully insured by federal depositary insurance and consequently not exposed to custodial credit risk.

Investment Type	Fair Value	N/A	< 1 Year	1 - 5 Years
Certificates of deposit	\$ 14,722	\$ -	\$ 14,722	\$ -
	\$ 14,722	\$ -	\$ 14,722	\$ -

Credit risk – Statutes for the State of Maine authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Town does not have an investment policy on credit risk. Generally, the Town invests excess funds in savings accounts and various 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, 2014 consisted of the following individual fund receivables and payables.

	Receivables (Due from)	Payables (Due to)
General Fund	\$ 3,084	\$ 304,337
Special Revenue Fund	35,415	3,084
Capital Projects Fund	268,563	-
	\$ 307,421	\$ 307,421

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 4 - CAPITAL ASSETS

The following is a summary of changes in capital assets at June 30, 2014:

	Balance, 7/1/13	Additions	Disposals	Balance, 6/30/14
<u>Governmental activities</u>				
Non-depreciated assets:				
Land	\$ 705,000	\$ -	\$ -	\$ 705,000
Construction in progress	-	-	-	-
	<u>705,000</u>	<u>-</u>	<u>-</u>	<u>705,000</u>
Depreciated assets:				
Buildings and improvements	654,914	-	-	654,914
Equipment, vehicles furniture & fixtures	463,508	6,247	-	469,755
Infrastructure	4,469,148	228,954	-	4,698,102
	5,587,570	235,201	-	5,822,771
Less: accumulated depreciation	(3,843,633)	(82,522)	-	(3,926,155)
	<u>1,743,937</u>	<u>152,679</u>	<u>-</u>	<u>1,896,616</u>
Net capital assets	<u>\$ 2,448,937</u>	<u>\$ 152,679</u>	<u>\$ -</u>	<u>\$ 2,601,616</u>
<u>Current year depreciation</u>				
General government				\$ 13,753
Public safety				20,977
Public works				39,054
Recreation				8,738
Total depreciation expense				<u>\$ 82,522</u>

NOTE 5 – LONG TERM DEBT

The following is a summary of changes in the long-term debt for the year ended June 30, 2014:

	Balance, 7/1/13	Additions	Deletions	Balance, 6/30/14	Current Portion
Bonds payable	\$ -	\$ 170,000	\$ -	\$ 170,000	\$ 34,000
Capital leases payable	-	9,250	(1,915)	7,335	1,768
Accrued compensated absences	2,099	6,143	-	8,242	-
Totals	<u>\$ 2,099</u>	<u>\$ 185,393</u>	<u>\$ (1,915)</u>	<u>\$ 185,577</u>	<u>\$ 35,768</u>

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 5 – LONG TERM DEBT (CONTINUED)

The following is a summary of the bonds outstanding as of June 30, 2014:

Bonds payable:

\$170,000 - 2013 Bond with TD Bank due in annual principal and interest payments through August of 2018. The interest rate is set at 2.32% per annum.	<u>\$ 170,000</u>
Total Long-Term Debt	<u><u>\$ 170,000</u></u>

The annual principal and interest requirements to amortize the bonds are as follows:

Year Ending June 30,	Governmental Activities		Total Debt Service
	Principal	Interest	
2015	\$ 34,000	\$ 3,944	\$ 37,944
2016	34,000	3,155	37,155
2017	34,000	2,366	36,366
2018	34,000	1,578	35,578
2019	34,000	789	34,789
	<u>\$ 170,000</u>	<u>\$ 11,832</u>	<u>\$ 181,832</u>

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

The Town leases a copier under a non-cancelable lease agreement dated May of 2013. The term of the lease is for a five year period expiring in July of 2017. Annual principal and interest payments are \$1,948.

Future minimum payments, by year and in the aggregate, under these leases are as follows:

2015	\$ 1,948
2016	1,948
2017	1,948
2018	1,948
2019	-
Total minimum lease payments	<u>7,792</u>
Less: Amount representing interest	<u>(457)</u>
Present value of future minimum lease payments	<u><u>\$ 7,335</u></u>

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 6 – RESTRICTED FUND BALANCES

At June 30, 2014, the Town had the following restricted fund balances:

Nonmajor permanent funds (Schedule H)	<u>\$ 66,920</u>
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NOTE 7 – ASSIGNED FUND BALANCES

At June 30, 2014, the Town had the following assigned fund balances:

Nonmajor special revenue funds (Schedule D)	\$ 36,661
Nonmajor capital project funds (Schedule F)	<u>512,999</u>
	<u>\$ 549,660</u>

NOTE 8 – RISK MANAGEMENT – PARTICIPATION IN A PUBLIC ENTITY RISK POOL

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, 2014. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

NOTE 9 – OVERLAPPING DEBT

The Town is responsible for its proportionate share of County and Regional School Unit debt. As of June 30, 2014, the Town's share was as follows:

	<u>Outstanding Debt</u>	<u>Town's Percentage</u>	<u>Total Share</u>
County of Kennebec	\$ -	1.99%	\$ -
RSU #38	3,948,022	16.54%	<u>652,873</u>
			<u>\$ 652,873</u>

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 10 – DEFERRED COMPENSATION PLAN

INTERNATIONAL CITY MANAGERS ASSOCIATION RETIREMENT CORPORATION

A. Plan Description

The Town contributes to a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457 through the International City Management Association Retirement Corporation (ICMA-RC). The plan, available to all full-time Town employees, permits them to defer a portion of their salary, in addition to Town contributions, until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseen emergency. The plan is being maintained by ICMA Retirement Corporation.

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 contribute up to 5% of annual salary for employees that participate in the Town's defined benefit plan.

The Town's contributions to the plan including employee contributions for 2014, 2013, and 2012 were \$313, \$3,446, and \$4,009, respectively. The employees that were part of this plan left in August of 2013.

TOWN OF WAYNE, MAINE

NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2014

NOTE 11 - EXPENDITURES OVER APPROPRIATIONS

The following appropriations were exceeded by actual expenditures:

	<u>Excess</u>
Utilities	\$ 1,358
Contingency	4,541
Capital	3,973
Law enforcement	41
Recreation	1,368
Library	150
	<u>\$ 11,431</u>

NOTE 12 – DEFICIT FUND BALANCES

At June 30, 2014, the Town had the following funds with deficit fund balances:

Boat Launch	<u>\$ 3,084</u>
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NOTE 13 - CONTINGENCIES

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.

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.

Required Supplementary Information

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

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

TOWN OF WAYNE, MAINE

BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
 BUDGET AND ACTUAL – GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,000,834	\$ 1,000,834	\$ 1,000,834	\$ -
Resources (Inflows):				
Property taxes	2,555,781	2,555,781	2,513,559	(42,222)
Excise taxes	191,000	191,000	215,080	24,080
Intergovernmental	114,976	114,976	102,136	(12,840)
Charge for services	7,900	7,900	8,139	239
Interest on taxes	12,000	12,000	12,769	769
Interest income	1,800	1,800	1,731	(69)
Other revenues	14,300	14,300	14,063	(237)
Transfers from other funds	-	-	-	-
Amounts Available for Appropriation	<u>3,898,591</u>	<u>3,898,591</u>	<u>3,868,311</u>	<u>(30,280)</u>
Charges to Appropriations (Outflows):				
General government	288,498	288,498	277,410	11,088
Public safety	71,648	71,648	70,579	1,069
Highways and roads	322,783	322,783	321,305	1,478
Sanitation	112,500	112,500	79,953	32,547
Cobbossee watershed	2,127	2,127	2,127	-
Recreation	9,250	9,250	10,618	(1,368)
Organizations and social services	28,984	28,984	28,152	832
Unclassified	23,600	23,600	17,753	5,847
Education	1,708,722	1,708,722	1,708,722	-
County tax	182,790	182,790	182,790	-
Overlay	25,255	25,255	4,393	20,862
Transfers to other funds	141,600	141,600	141,600	-
Total Charges to Appropriations	<u>2,917,757</u>	<u>2,917,757</u>	<u>2,845,402</u>	<u>72,355</u>
Budgetary Fund Balance, June 30	<u>\$ 980,834</u>	<u>\$ 980,834</u>	<u>\$ 1,022,909</u>	<u>\$ 42,075</u>
Utilization of Unassigned Fund Balance	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ (20,000)</u>

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

Other Supplementary Information

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

- 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 Revenue, 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 WAYNE, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
EXPENDITURES					
General government:					
Salaries	\$ 175,004	\$ -	\$ 175,004	\$ 165,336	\$ 9,668
Operating	32,250	-	32,250	26,476	5,774
Contractual	48,744	-	48,744	45,340	3,404
Utilities	2,800	-	2,800	4,158	(1,358)
Contingency	4,000	-	4,000	8,541	(4,541)
Capital	4,000	-	4,000	7,973	(3,973)
Assessing	19,500	-	19,500	19,200	300
Elections/hearings	2,200	-	2,200	386	1,814
	<u>288,498</u>	<u>-</u>	<u>288,498</u>	<u>277,410</u>	<u>11,088</u>
Public Safety:					
Ambulance	8,917	-	8,917	8,917	-
Law enforcement	4,000	-	4,000	4,041	(41)
Fire department	40,000	-	40,000	39,998	2
PSAP/Dispatch	11,731	-	11,731	11,731	-
Street lights	7,000	-	7,000	5,892	1,108
	<u>71,648</u>	<u>-</u>	<u>71,648</u>	<u>70,579</u>	<u>1,069</u>
Highway:					
Roads	322,783	-	322,783	321,305	1,478
	<u>322,783</u>	<u>-</u>	<u>322,783</u>	<u>321,305</u>	<u>1,478</u>
Sanitation:					
Transfer station	112,500	-	112,500	79,953	32,547
Cobbossee watershed	2,127	-	2,127	2,127	-

TOWN OF WAYNE, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
County Tax	182,790	-	182,790	182,790	-
Recreation	9,250	-	9,250	10,618	(1,368)
Organizations and social service agencies:					
Humane Society	1,900	-	1,900	1,418	482
Cemetery Association	3,500	-	3,500	3,500	-
Library	5,000	-	5,000	5,150	(150)
Library Renovation Fund	5,000	-	5,000	5,000	-
Messenger	1,200	-	1,200	1,200	-
Archival Board	500	-	500	500	-
Rural Community Action	3,300	-	3,300	3,300	-
Senior Spectrum - KAA	1,004	-	1,004	1,004	-
Hospice of Kennebec	1,000	-	1,000	1,000	-
Healthy Futures	500	-	500	-	500
Family Violence	1,025	-	1,025	1,025	-
Maine Public Broadcasting	100	-	100	100	-
Kennebec Valley Mental Health	1,600	-	1,600	1,600	-
Red Cross	1,100	-	1,100	1,100	-
Crisis Support Center	755	-	755	755	-
United Cerebral Palsy	1,000	-	1,000	1,000	-
Big Brothers/ Big Sisters	500	-	500	500	-
	<u>28,984</u>	<u>-</u>	<u>28,984</u>	<u>28,152</u>	<u>832</u>

TOWN OF WAYNE, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
Unclassified:					
General assistance	6,000	-	6,000	409	5,591
Six month budget installments	17,600	-	17,600	17,344	256
	<u>23,600</u>	<u>-</u>	<u>23,600</u>	<u>17,753</u>	<u>5,847</u>
Education	<u>1,708,722</u>	<u>-</u>	<u>1,708,722</u>	<u>1,708,722</u>	<u>-</u>
Transfers:					
Capital project funds	134,500	-	134,500	134,500	-
Special revenue funds	7,100	-	7,100	7,100	-
	<u>141,600</u>	<u>-</u>	<u>141,600</u>	<u>141,600</u>	<u>-</u>
Overlay	<u>25,255</u>	<u>-</u>	<u>25,255</u>	<u>4,393</u>	<u>20,862</u>
Total Expenditures	<u>\$ 2,917,757</u>	<u>\$ -</u>	<u>\$ 2,917,757</u>	<u>\$ 2,845,402</u>	<u>\$ 72,355</u>

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

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,246	\$ 244,436	\$ 51,839	\$ 297,521
Investments	-	-	14,722	14,722
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-
Due from other funds	35,415	268,563	359	304,337
TOTAL ASSETS	<u>36,661</u>	<u>\$ 512,999</u>	<u>\$ 66,920</u>	<u>\$ 616,580</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to other funds	3,084	-	-	3,084
TOTAL LIABILITIES	<u>3,084</u>	<u>-</u>	<u>-</u>	<u>3,084</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	-	-	66,920	66,920
Committed	-	-	-	-
Assigned	36,661	512,999	-	549,660
Unassigned	(3,084)	-	-	(3,084)
TOTAL FUND BALANCES	<u>33,577</u>	<u>512,999</u>	<u>66,920</u>	<u>613,496</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 36,661</u>	<u>\$ 512,999</u>	<u>\$ 66,920</u>	<u>\$ 616,580</u>

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

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES – NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Special Revenue Funds	Capital Project Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES				
Interest income	\$ 4	\$ 5,834	\$ 150	\$ 5,988
Intergovernmental	588	-	-	588
Other income	88,189	2,500	6,633	97,322
TOTAL REVENUES	<u>88,781</u>	<u>8,334</u>	<u>6,783</u>	<u>103,898</u>
EXPENDITURES				
Capital outlay	-	235,201	-	235,201
Other	94,773	17,324	2,574	114,671
TOTAL EXPENDITURES	<u>94,773</u>	<u>252,525</u>	<u>2,574</u>	<u>349,872</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(5,992)</u>	<u>(244,191)</u>	<u>4,209</u>	<u>(245,974)</u>
OTHER FINANCING SOURCES (USES)				
Bond Proceeds	-	170,000	-	170,000
Operating transfers in	7,100	134,500	-	141,600
Operating transfers (out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>7,100</u>	<u>304,500</u>	<u>-</u>	<u>311,600</u>
NET CHANGE IN FUND BALANCES	1,108	60,309	4,209	65,626
FUND BALANCES - JULY 1	<u>32,469</u>	<u>452,690</u>	<u>62,711</u>	<u>547,870</u>
FUND BALANCES - JUNE 30	<u>\$ 33,577</u>	<u>\$ 512,999</u>	<u>\$ 66,920</u>	<u>\$ 613,496</u>

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.

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUES FUNDS
JUNE 30, 2014

	Fire Ponds	Comprehensive Plan	Maine State Preamble	ADA Compliance	Animal Control	Pandemic Supplies
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	1,633	125	966	1,450	2,244	5,000
TOTAL ASSETS	<u><u>\$ 1,633</u></u>	<u><u>\$ 125</u></u>	<u><u>\$ 966</u></u>	<u><u>\$ 1,450</u></u>	<u><u>\$ 2,244</u></u>	<u><u>\$ 5,000</u></u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	1,633	125	966	1,450	2,244	5,000
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u><u>1,633</u></u>	<u><u>125</u></u>	<u><u>966</u></u>	<u><u>1,450</u></u>	<u><u>2,244</u></u>	<u><u>5,000</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 1,633</u></u>	<u><u>\$ 125</u></u>	<u><u>\$ 966</u></u>	<u><u>\$ 1,450</u></u>	<u><u>\$ 2,244</u></u>	<u><u>\$ 5,000</u></u>

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUES FUNDS
JUNE 30, 2014

	Conservation Committee	Snow Mobile	Wayne Rescue	Muni Building Study	Farmers Market
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-
Due from other funds	812	-	200	800	1,063
TOTAL ASSETS	\$ 812	\$ -	\$ 200	\$ 800	\$ 1,063
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	812	-	200	800	1,063
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	812	-	200	800	1,063
TOTAL LIABILITIES AND FUND BALANCES	\$ 812	\$ -	\$ 200	\$ 800	\$ 1,063

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUES FUNDS
JUNE 30, 2014

	Wayne History Project	Andro Lake Improvement	Ladd Rec Center Operations	Boat Launch	Soccer
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-
Due from other funds	3,973	876	13,239	-	1,715
TOTAL ASSETS	\$ 3,973	\$ 876	\$ 13,239	\$ -	\$ 1,715
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	3,084	-
TOTAL LIABILITIES	-	-	-	3,084	-
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	3,973	876	13,239	-	1,715
Unassigned	-	-	-	(3,084)	-
TOTAL FUND BALANCES	3,973	876	13,239	(3,084)	1,715
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,973	\$ 876	\$ 13,239	\$ -	\$ 1,715

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR SPECIAL REVENUES FUNDS
JUNE 30, 2014

	Softball	Baseball	Cemetery Lot Sales	Community Directory	North Wayne School House	Totals
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 1,246	\$ 1,246
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	469	285	550	15	-	35,415
TOTAL ASSETS	<u>\$ 469</u>	<u>\$ 285</u>	<u>\$ 550</u>	<u>\$ 15</u>	<u>\$ 1,246</u>	<u>\$ 36,661</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	3,084
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,084</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	469	285	550	15	1,246	36,661
Unassigned	-	-	-	-	-	(3,084)
TOTAL FUND BALANCES	<u>469</u>	<u>285</u>	<u>550</u>	<u>15</u>	<u>1,246</u>	<u>33,577</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 469</u>	<u>\$ 285</u>	<u>\$ 550</u>	<u>\$ 15</u>	<u>\$ 1,246</u>	<u>\$ 36,661</u>

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

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Fire Ponds	Comprehensive Plan	Maine State Preamble	ADA Compliance	Animal Control	Pandemic Supplies
REVENUES						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-
Other income	-	-	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES						
Capital outlay	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	-	-	-	-
Operating transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-
FUND BALANCES - JULY 1	<u>1,633</u>	<u>125</u>	<u>966</u>	<u>1,450</u>	<u>2,244</u>	<u>5,000</u>
FUND BALANCES - JUNE 30	<u>\$ 1,633</u>	<u>\$ 125</u>	<u>\$ 966</u>	<u>\$ 1,450</u>	<u>\$ 2,244</u>	<u>\$ 5,000</u>

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Conservation Committee	Snow Mobile	Wayne Rescue	Muni Building Study	Farmers Market
REVENUES					
Interest income	\$ -	\$ 4	\$ -	\$ -	\$ -
Intergovernmental	-	588	-	-	-
Other income	-	-	-	-	587
TOTAL REVENUES	<u>-</u>	<u>592</u>	<u>-</u>	<u>-</u>	<u>587</u>
EXPENDITURES					
Capital outlay	-	-	-	-	-
Other	-	7,133	-	-	96
TOTAL EXPENDITURES	<u>-</u>	<u>7,133</u>	<u>-</u>	<u>-</u>	<u>96</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(6,541)</u>	<u>-</u>	<u>-</u>	<u>491</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	-	-	-
Operating transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(6,541)	-	-	491
FUND BALANCES - JULY 1	<u>812</u>	<u>6,541</u>	<u>200</u>	<u>800</u>	<u>572</u>
FUND BALANCES - JUNE 30	<u>\$ 812</u>	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 800</u>	<u>\$ 1,063</u>

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Wayne History Project	Andro Lake Improvement	Ladd Rec Center Operations	Boat Launch	Soccer
REVENUES					
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Other income	-	-	81,277	1,000	2,060
TOTAL REVENUES	-	-	81,277	1,000	2,060
EXPENDITURES					
Capital outlay	-	-	-	-	-
Other	-	-	83,415	2,584	512
TOTAL EXPENDITURES	-	-	83,415	2,584	512
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(2,138)	(1,584)	1,548
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	6,600	-	167
Operating transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	6,600	-	167
NET CHANGE IN FUND BALANCES	-	-	4,462	(1,584)	1,715
FUND BALANCES - JULY 1	3,973	876	8,777	(1,500)	-
FUND BALANCES - JUNE 30	<u>\$ 3,973</u>	<u>\$ 876</u>	<u>\$ 13,239</u>	<u>\$ (3,084)</u>	<u>\$ 1,715</u>

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Softball	Baseball	Cemetery Lot Sales	Community Directory	North Wayne School House	Totals
REVENUES						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4
Intergovernmental	-	-	-	-	-	588
Other income	512	510	550	15	1,678	88,189
TOTAL REVENUES	<u>512</u>	<u>510</u>	<u>550</u>	<u>15</u>	<u>1,678</u>	<u>88,781</u>
EXPENDITURES						
Capital outlay	-	-	-	-	-	-
Other	210	391	-	-	432	94,773
TOTAL EXPENDITURES	<u>210</u>	<u>391</u>	<u>-</u>	<u>-</u>	<u>432</u>	<u>94,773</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>302</u>	<u>119</u>	<u>550</u>	<u>15</u>	<u>1,246</u>	<u>(5,992)</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in	167	166	-	-	-	7,100
Operating transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>167</u>	<u>166</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,100</u>
NET CHANGE IN FUND BALANCES	469	285	550	15	1,246	1,108
FUND BALANCES - JULY 1	-	-	-	-	-	32,469
FUND BALANCES - JUNE 30	<u>\$ 469</u>	<u>\$ 285</u>	<u>\$ 550</u>	<u>\$ 15</u>	<u>\$ 1,246</u>	<u>\$ 33,577</u>

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

Capital Project 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 WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2014

	Transfer Station	Voting Machine	Road Reserve	Fire Truck Reserve	Sand/Salt Shed
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 244,436	\$ -
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-
Due from other funds	73,572	6,500	2,515	40,250	2,918
TOTAL ASSETS	<u>\$ 73,572</u>	<u>\$ 6,500</u>	<u>\$ 2,515</u>	<u>\$ 284,686</u>	<u>\$ 2,918</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	73,572	6,500	2,515	284,686	2,918
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>73,572</u>	<u>6,500</u>	<u>2,515</u>	<u>284,686</u>	<u>2,918</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 73,572</u>	<u>\$ 6,500</u>	<u>\$ 2,515</u>	<u>\$ 284,686</u>	<u>\$ 2,918</u>

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECT FUNDS
 JUNE 30, 2014

	Paving Reserve	Town House	Building Maintenance	Fire Station Addition	Lord Road Paving	Foot Bridge
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-
Due from other funds	51,855	-	152	1,592	30,411	3,767
TOTAL ASSETS	<u>\$ 51,855</u>	<u>\$ -</u>	<u>\$ 152</u>	<u>\$ 1,592</u>	<u>\$ 30,411</u>	<u>\$ 3,767</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	51,855	-	152	1,592	30,411	3,767
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>51,855</u>	<u>-</u>	<u>152</u>	<u>1,592</u>	<u>30,411</u>	<u>3,767</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 51,855</u>	<u>\$ -</u>	<u>\$ 152</u>	<u>\$ 1,592</u>	<u>\$ 30,411</u>	<u>\$ 3,767</u>

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR CAPITAL PROJECT FUNDS
 JUNE 30, 2014

	<u>Hardscrabble Road</u>	<u>Lovejoy Pond Dam</u>	<u>Land & Buildings</u>	<u>Cemetery Stone Cleaning</u>	<u>Future Town Office</u>	<u>Besse Road Chip Seal</u>	<u>Totals</u>
ASSETS							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 244,436
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-
Due from other funds	2,811	18,184	6,836	7,400	15,000	4,800	268,563
TOTAL ASSETS	<u>\$ 2,811</u>	<u>\$ 18,184</u>	<u>\$ 6,836</u>	<u>\$ 7,400</u>	<u>\$ 15,000</u>	<u>\$ 4,800</u>	<u>\$ 512,999</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	2,811	18,184	6,836	7,400	15,000	4,800	512,999
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>2,811</u>	<u>18,184</u>	<u>6,836</u>	<u>7,400</u>	<u>15,000</u>	<u>4,800</u>	<u>512,999</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 2,811</u>	<u>\$ 18,184</u>	<u>\$ 6,836</u>	<u>\$ 7,400</u>	<u>\$ 15,000</u>	<u>\$ 4,800</u>	<u>\$ 512,999</u>

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

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Transfer Station	Voting Machine	Road Reserve	Fire Truck Reserve	Sand/Salt Shed
REVENUES					
Interest income	\$ -	\$ -	\$ -	\$ 1,032	\$ -
Other income	-	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,032</u>	<u>-</u>
EXPENDITURES					
Capital outlay	-	-	228,954	6,247	-
Other	-	-	-	4,169	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>228,954</u>	<u>10,416</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>(228,954)</u>	<u>(9,384)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)					
Bond proceeds	-	-	170,000	-	-
Operating transfers in	-	-	60,000	15,000	-
Operating transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>230,000</u>	<u>15,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	1,046	5,616	-
FUND BALANCES - JULY 1	<u>73,572</u>	<u>6,500</u>	<u>1,469</u>	<u>279,070</u>	<u>2,918</u>
FUND BALANCES - JUNE 30	<u>\$ 73,572</u>	<u>\$ 6,500</u>	<u>\$ 2,515</u>	<u>\$ 284,686</u>	<u>\$ 2,918</u>

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Paving Reserve	Town House	Building Maintenance	Fire Station Addition	Lord Road Paving	Foot Bridge
REVENUES						
Interest income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other income	-	2,500	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES						
Capital outlay	-	-	-	-	-	-
Other	-	6,707	-	-	-	733
TOTAL EXPENDITURES	<u>-</u>	<u>6,707</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>733</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(4,207)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(733)</u>
OTHER FINANCING SOURCES (USES)						
Bond proceeds	-	-	-	-	-	-
Operating transfers in	30,000	-	-	-	-	1,500
Operating transfers (out)	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
NET CHANGE IN FUND BALANCES	30,000	(4,207)	-	-	-	767
FUND BALANCES - JULY 1	<u>21,855</u>	<u>4,207</u>	<u>152</u>	<u>1,592</u>	<u>30,411</u>	<u>3,000</u>
FUND BALANCES - JUNE 30	<u>\$ 51,855</u>	<u>\$ -</u>	<u>\$ 152</u>	<u>\$ 1,592</u>	<u>\$ 30,411</u>	<u>\$ 3,767</u>

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDED JUNE 30, 2014

	Hardscrabble Road	Lovejoy Pond Dam	Land & Buildings	Cemetery Stone Cleaning	Future Town Office	Besse Road Chip Seal	Totals
REVENUES							
Interest income	\$ -	\$ -	\$ 2	\$ -	\$ -	\$ 4,800	\$ 5,834
Other income	-	-	-	-	-	-	2,500
TOTAL REVENUES	-	-	2	-	-	4,800	8,334
EXPENDITURES							
Capital outlay	-	-	-	-	-	-	235,201
Other	-	1,984	3,731	-	-	-	17,324
TOTAL EXPENDITURES	-	1,984	3,731	-	-	-	252,525
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(1,984)	(3,729)	-	-	4,800	(244,191)
OTHER FINANCING SOURCES (USES)							
Bond proceeds	-	-	-	-	-	-	170,000
Operating transfers in	-	-	10,500	2,500	15,000	-	134,500
Operating transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	10,500	2,500	15,000	-	304,500
NET CHANGE IN FUND BALANCES	-	(1,984)	6,771	2,500	15,000	4,800	60,309
FUND BALANCES - JULY 1	2,811	20,168	65	4,900	-	-	452,690
FUND BALANCES - JUNE 30	\$ 2,811	\$ 18,184	\$ 6,836	\$ 7,400	\$ 15,000	\$ 4,800	\$ 512,999

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 Wayne, Maine that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended, and unless otherwise specified, only earnings, and not principal, may be used for purposes that benefit the Town or its citizenry. These funds have been established for various purposes.

TOWN OF WAYNE, MAINE

COMBINING BALANCE SHEET – NONMAJOR PERMANENT FUNDS
 JUNE 30, 2014

	Jaworksi Fund	Ladd Recreation	Ruth Lee	Ladd Special	Totals
ASSETS					
Cash and cash equivalents	\$ 1,139	\$ 21,151	\$ 8,461	\$ 21,088	\$ 51,839
Investments	-	14,722	-	-	14,722
Due from other funds	-	-	-	359	359
TOTAL ASSETS	<u>\$ 1,139</u>	<u>\$ 35,873</u>	<u>\$ 8,461</u>	<u>\$ 21,447</u>	<u>\$ 66,920</u>
LIABILITIES					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	1,139	35,873	8,461	21,447	66,920
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	<u>1,139</u>	<u>35,873</u>	<u>8,461</u>	<u>21,447</u>	<u>66,920</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,139</u>	<u>\$ 35,873</u>	<u>\$ 8,461</u>	<u>\$ 21,447</u>	<u>\$ 66,920</u>

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

TOWN OF WAYNE, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Jaworksi Fund	Ladd Recreation	Ruth Lee	Ladd Special	Totals
REVENUES					
Interest income	\$ 2	\$ 104	\$ 13	\$ 31	\$ 150
Other income	-	5,500	-	1,133	6,633
TOTAL REVENUES	<u>2</u>	<u>5,604</u>	<u>13</u>	<u>1,164</u>	<u>6,783</u>
EXPENDITURES					
Other	-	1,800	-	774	2,574
TOTAL EXPENDITURES	<u>-</u>	<u>1,800</u>	<u>-</u>	<u>774</u>	<u>2,574</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2</u>	<u>3,804</u>	<u>13</u>	<u>390</u>	<u>4,209</u>
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	-	-	-
Operating transfers (out)	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	2	3,804	13	390	4,209
FUND BALANCES - JULY 1	<u>1,137</u>	<u>32,069</u>	<u>8,448</u>	<u>21,057</u>	<u>62,711</u>
FUND BALANCES - JUNE 30	<u>\$ 1,139</u>	<u>\$ 35,873</u>	<u>\$ 8,461</u>	<u>\$ 21,447</u>	<u>\$ 66,920</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 WAYNE, MAINE

SCHEDULE OF GENERAL CAPITAL ASSETS BY FUNCTION
JUNE 30, 2014

	Land and Non-depreciable Assets	Buildings, Building Improvements & Land Improvements	Furniture, Fixtures, Equipment & Vehicles	Infrastructure	Totals
General government	\$ 190,000	\$ 132,379	\$ -	\$ 574,241	\$ 896,620
Public safety	40,000	263,497	447,138	-	750,635
Public works	-	-	-	4,123,861	4,123,861
Recreation	100,000	259,038	22,617	-	381,655
Cemeteries	210,000	-	-	-	210,000
Town-wide	165,000	-	-	-	165,000
Total General Capital Assets	705,000	654,914	469,755	4,698,102	6,527,771
Less: Accumulated Depreciation	-	(398,013)	(405,965)	(3,122,177)	(3,926,155)
Net General Capital Assets	\$ 705,000	\$ 256,901	\$ 63,790	\$ 1,575,925	\$ 2,601,616

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

TOWN OF WAYNE, MAINE

SCHEDULE OF CHANGES IN GENERAL CAPITAL ASSETS BY FUNCTION
JUNE 30, 2014

	General Capital Assets 7/1/13	Additions	Deletions	General Capital Assets 6/30/14
General government	\$ 896,620	\$ -	\$ -	\$ 896,620
Public safety	744,388	6,247	-	750,635
Public works	3,894,907	228,954	-	4,123,861
Recreation	381,655	-	-	381,655
Cemeteries	210,000	-	-	210,000
Town-wide	165,000	-	-	165,000
Total General Capital Assets	6,292,570	235,201	-	6,527,771
Less: Accumulated Depreciation	<u>(3,843,633)</u>	<u>(82,522)</u>	-	<u>(3,926,155)</u>
Net General Capital Assets	<u>\$ 2,448,937</u>	<u>\$ 152,679</u>	<u>\$ -</u>	<u>\$ 2,601,616</u>

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