

APR 01 2015

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CITY OF BELFAST, MAINE

AUDIT REPORT

For the Year Ended June 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Belfast, Maine

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Belfast, 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 3 through 12 and 38 through 39 be presented to supplement the basic financial statements. Such information, although not 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 appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Belfast, Maine's basic financial statements. The other information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The schedule of departmental operations is 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 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 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 above mentioned schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

C. H. Downer Co.

Brewer, Maine
March 31, 2015

CITY OF BELFAST, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Belfast, we offer readers of the City of Belfast's financial statements this narrative overview and analysis of the financial activities of the City of Belfast for the fiscal year ended June 30, 2014.

FINANCIAL HIGHLIGHTS

The assets of the City of Belfast exceeded its liabilities and deferred inflows at June 30, 2014 by \$51,231,014. Of this amount unrestricted net position of \$3,532,352 may be used to meet the government's ongoing obligations to citizens and creditors.

The total net position increased by \$299,119. Of this amount \$142,061 was associated with governmental and \$157,058 with business-type activities.

As of the close of the current fiscal year, the City of Belfast's governmental funds reported combined ending balances of \$4,284,750 a decrease of \$468,707 in comparison with the prior year. Of this amount \$2,372,122 is unreserved and available for spending, and \$34,881 has been designated for specific future uses by the City Council.

At the end of the current fiscal year, unreserved fund balance for the General Fund was \$2,372,122, or 12% of total General Fund expenditures.

The City of Belfast's total debt obligations (including post retirement benefits) decreased by the net of \$644,768.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the City of Belfast's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the City's assets, liabilities and deferred inflows, with the difference between them reported as net position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some

items that will only result in cash flows in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Belfast include general government, public safety, parks and recreation, culture, community services, community development and other charges. The major business-type activity of the City is their sewer treatment system.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Belfast can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

Because the focus of governmental funds is narrower than that of the 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 the two.

The City maintains two individual government funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund which is considered a major fund and the Capital Projects Fund which are presented separately for the purpose of consistency.

The City of Belfast adopts an annual budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with the fiscal year 2014 budget.

PROPRIETARY FUNDS

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The City of Belfast maintains one type of proprietary fund; - enterprise.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Belfast utilizes one enterprise fund account for its sewer treatment system.

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary funds financial statements can be found in exhibits J and K of this report.

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 fund financial statements.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information. The combining and individual fund statements referred to earlier in connection with nonmajor funds are presented immediately after the basic financial statements. Also, included are budget comparisons for the General Fund.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At June 30, 2014, the City's assets exceeded liabilities and deferred inflows by \$51,231,014. By far the largest portion of the City's net position (88 percent) reflects its investments in capital assets, less any related debt used to acquire those assets that is still outstanding. Capital assets are used to provide services to citizens and they are not available for future spending. Although the investment in capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. See appendixes for a comparative statement of net position (Table 1) and comparative statement of changes in net position. (Table 2).

Governmental Activities: Governmental activities decreased the City's net position by \$468,707.

Business-Type Activities: Business-type activities increased the City's net position by \$157,058. This increase consists principally of \$182,548, the transfer from the General Fund for partial debt service.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the City of Belfast uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The purpose of the City's governmental fund financial statements is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2014, the City's governmental funds reported combined ending fund balances of \$4,284,750 a decrease of \$468,707 in comparison with the prior year. Of this amount, \$2,407,003 (56 percent) is unreserved General Fund balance, which is available for spending at the government's discretion. Of the unreserved fund balance \$34,881 has been designated by the City Council for subsequent years' expenditure and other uses leaving an unreserved undesignated amount of \$2,372,122. The remainder of fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed (1) for reserve for capital projects, \$1,011,785, (2) for unspent funds on construction in progress, \$499,918, and (3) special purposes, \$366,044.

The General Fund is the City's chief operating fund. At the end of the current fiscal year, unreserved undesignated fund balance of the General Fund was \$2,372,122 while the total fund balance totaled \$4,284,750. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 12 percent of total General Fund expenditures, while total fund balance represents 21 percent of that amount.

The fund balance of the City's General Fund decreased by \$202,852 during the current fiscal year. The revenues increased by 2 percent and the expenditures increased by 2 percent resulting in a decrease of revenues over expenditures of \$74,669. \$175,483 was transferred to the sewer department fund to cover partial debt service.

The Capital Projects Fund has a total fund balance of \$1,511,703. Of that amount \$1,011,785 is designated for future capital projects; \$499,918 is designated for current construction in progress.

Proprietary Funds: The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the sewer department fund at the end of the year was \$1,322,156. Other factors concerning the finances of this fund have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

For budgetary financial purposes, all balances carried from the prior year are added to the subsequent year's total appropriation. This resulted in an overall budgetary increase of \$40,475. There were minimal additional amendments to the originally adopted budget. These appropriations were taken from surplus.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets: The City's investment in capital assets for its governmental and business-type activities at June 30, 2014 amounts to \$51,975,847 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, service lines, automobiles, trucks, equipment and streetlights.

Major capital assets events during the current fiscal year included the following:

Governmental Activities:

	<u>Fiscal Year</u>
Equipment:	
Land	\$ —
Buildings	—
Equipment	345,536
Infrastructure	<u>873,588</u>
Total Capitalization-Governmental	<u>\$1,219,124</u>

Sewer Department Activities:

Infrastructure	\$ 9,928
Total Capitalization-Sewer	<u>\$ 9,928</u>

Long-term Debt: At the end of the current fiscal year, the City had \$7,385,154 in outstanding debt consisting of general obligation bonds of \$7,051,109 and \$334,045 in accrued compensated absences.

The City's general obligation debt has not been rated by Standard & Poor's or Moody's.

State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total State assessed valuation. The current debt limit for the City is \$119,640,000 million, an amount which is significantly in excess of existing general obligation debt.

More detailed information about the City's long-term debt is presented in note E to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

During 2014, the City of Belfast was fortunate to continue to experience substantial business development activity, regardless of location within the City or the size of the business. Start-up business activity continued to occur both within the City's downtown district and elsewhere, and smaller and medium-sized businesses were also looking to expand. In addition, as 2014 was coming to a close, two of Belfast's larger employers were moving forward with plans to increase/enhance their facilities, resulting in significant additional job creation: athenahealth, with the development of its former warehouse space, which will eventually result in 200 to 350 additional employees; and

Front Street Shipyard, with its construction of Building #6, which will eventually result in 40 to 50 additional employees.

Over the past 13 months for which data is available (October 2013–October 2014), Belfast’s unemployment rate (not seasonally adjusted) decreased from 6.4% to 6.1%, ranging from 5.1% to 8.9% over that time period. In comparison, during that same time period, the unemployment rate for the State of Maine decreased from 5.9% to 5.1% (ranging from 5.1% to 7.0%), and the unemployment rate for the United States decreased from 7.0% to 5.5% (also ranging from 5.5% to 7.0%). As has been mentioned before, Belfast continues to be a *net importer* of jobs, meaning that there are more people who work in Belfast but live outside, than those who live in Belfast but work outside. While this could be attributable to relatively lower property tax rates in the communities that surround Belfast; this could also be connected to a lack of affordable, quality, workforce housing within Belfast, forcing lower-wage workers to commute to their jobs in Belfast.

Quarterly taxable retail sales from the Belfast Economic Summary Area (ESA, which includes Bayside, Belfast, Belmont, Brookes, Jackson, Knox, Liberty, Monroe, Montville, Morrill, Northport, Searsmont, Swanville, and Waldo) increased from \$53,409,900 in the 3rd quarter of 2013 to \$55,099,900 in 3rd quarter of 2014, an increase of 3.16%. Over that same time period, total quarterly taxable sales for the State of Maine increased by only 2.33%. Particular categories of these taxable sales to be noted include: 1.) building supplies, which increased by 13.00% (compared to only 5.77%); 2.) general merchandise, which increased by 7.59% (compared to only 1.88% for the State of Maine); and 3.) business operating expenses, which increased 0.98% (compared to a decrease of 4.94% for the State of Maine). However there were three potentially troubling categories of taxable sales, which were other retail, which decreased by 7.46% (compared to an increase of 0.16% for the State of Maine); and lodging, which decreased by 3.02% (compared to an increase of 1.35% for the State of Maine).

The City of Belfast continues to enhance and improve both its community-related and its business-related infrastructure. Development of the Passy Rail Trail, a project that will help to support Belfast’s tourism industry, began in late summer of 2014 with the removal of the actual rail lines and further improvements are expected to be constructed during 2015. Other significant projects that will be taking place in the near future include: 1.) a downtown revitalization project focused on streetscape improvements on Cross and Miller Streets [partially funded by a \$500,000 CDBG (Community Development Block Grant) Downtown Revitalization Grant], which will increase the potential for (re)development of those areas, to be undertaken in the spring and summer of 2015; 2.) the remediation of contamination at the City-owned property at 45 Front Street (Maskers’ Theater and Thompson’s Wharf), to prepare the property for eventual redevelopment to be undertaken in 2015; and 3.) the reconstruction, realignment, and enhancement of a significant portion of Front Street, benefitting Front Street Shipyard, Penobscot McCrum, and other businesses located along that corridor, to be undertaken in 2016.

The City of Belfast continues to aggressively pursue grant funding to help pay for the cost of infrastructure and other economic development-related projects. Since early 2014, the City of Belfast has been awarded the following grants: 1.) a \$200,000 U.S. Environmental Protection Agency Brownfields Cleanup Grant (for the aforementioned remediation of contamination at 45 Front Street; 2.) a \$300,000 CDBG Housing Assistance Grant to rehabilitate housing for low-to-moderate income individuals; and 3.)

a \$1,900,000 U.S. Department of Commerce Economic Development Administration Public Works Grant (for the aforementioned improvements to Front Street). The City of Belfast is also currently awaiting word regarding a \$35,000 Maine Department of Conservation Recreational Trails Grant Program application to construct a portion of the Passy Rail Trail.

Unfortunately, other economic data (2009-2013 American Community Survey 5-Year Estimates) paints a different picture of less-than-ideal economic conditions. Currently, 17.2% of families in Belfast are below the poverty level (compared to only 9.1% in the State of Maine and 11.3% in the United States) and 34.8% of people under age 18 in Belfast are below the poverty level (compared to only 18.5% in the State of Maine and 21.6% in the United States). Per capita income for Belfast is \$21,238, which is equivalent to only 79.2% of that for the State of Maine and only 75.4% of that for the United States.

Looking ahead, the Maine Consensus Forecasting Economic Commission (CEFC), in their most recent (November 2014) report, states that it has revised its wage and salary employment growth forecast for 2015 upward but downward in 2016 and 2017, revised its personal income growth forecast downward for 2015-2017, and revised the consumer price index forecast upward for 2015-2017. For 2015, the CEFC expects Maine wage salary employment to increase by 0.9%, personal income to increase by 3.5%, wage and salary income to increase by 3.9%, and the Consumer Price Index (for All Urban Consumers) to increase by 2.1%. The CEFC acknowledged that it is concerned by “Maine’s demographic situation, with an aging population and little to no population growth,” and made recent adjustments to its forecasts because it felt that “national level forecasts are based on overly optimistic population projections for the State of Maine, causing employment forecasts, among other things, to grow at an unattainable rate.”

As in previous years, while there are several individual positive business developments taking place in Belfast, the available economic statistics instead indicate the existence of a weakened economy for the greater Belfast region; the overall result is a continued opinion of cautious optimism regarding the Belfast economy. Concerns about gentrification and a lack of affordable/workforce housing have recently come to light and should be addressed by the City and its various economic development partners. The growth of quality jobs, the reduction of poverty, and the support of affordable/workforce housing within Belfast are three goals that the City of Belfast should vigorously pursue through its various economic development strategies and initiatives in an effort to improve these economic conditions.

CONTACTING THE CITY’S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City’s finances and to show the City’s accountability for the money it receives. If you have questions about this report or need additional information, contact the City Manager at City of Belfast, 131 Church Street, Belfast, Maine 04915.

Table I

City of Belfast, Maine
Comparative Statement of Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Current & Other Assets	\$ 5,632,208	\$ 6,264,020	\$ 2,200,301	\$ 2,199,843	\$ 7,832,509	\$ 8,463,863
Capital Assets (Net)	32,970,548	32,430,440	19,005,299	19,293,127	51,975,847	51,723,567
Total Assets	38,602,756	38,694,460	21,205,600	21,492,970	59,808,356	60,187,430
Long-Term Liabilities Outstanding	2,426,792	2,633,921	4,958,362	5,396,001	7,385,154	8,029,922
Other Liabilities	1,175,339	1,201,975	16,849	23,638	1,192,188	1,225,613
Total Liabilities	3,602,131	3,835,896	4,975,211	5,419,639	8,577,342	9,255,535
Net Position:						
Invested in Capital Assets	30,877,801	30,154,912	14,046,939	13,897,126	44,924,740	44,052,038
Net of Related Debt	1,912,628	2,247,568	861,294	854,661	2,773,922	3,102,229
Restricted	2,210,196	2,456,084	1,322,156	1,321,544	3,532,352	3,777,628
Unrestricted	\$ 35,000,625	\$ 34,858,564	\$ 16,230,389	\$ 16,073,331	\$ 51,231,014	\$ 50,931,895
Total Net Position						

City of Belfast, Maine
Comparative Statement of Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
<u>Revenues:</u>						
Program Revenues:						
Charges for Service/Fees	\$ 2,009,824	\$ 1,802,413	\$ 812,647	\$ 744,965	\$ 2,822,471	\$ 2,547,378
Operating Grants and Contrib.	292,144	346,405	-	-	292,144	346,405
Capital Grants and Contrib.	40,000	40,000	-	-	40,000	40,000
General Revenues:						
Property Taxes	14,420,366	13,579,778	-	-	14,420,366	13,579,778
Excise Taxes	954,221	872,190	-	-	954,221	872,190
Intergovernmental - Other	650,077	735,740	-	-	650,077	735,740
Other	1,187,315	1,267,470	1,696	-	1,189,011	1,267,470
Total Revenues	<u>19,553,947</u>	<u>18,643,996</u>	<u>814,343</u>	<u>744,965</u>	<u>20,368,290</u>	<u>19,388,961</u>
<u>Expenses:</u>						
General Government	2,179,487	2,718,629	-	-	2,179,487	2,718,629
Protection	2,351,534	2,377,006	-	-	2,351,534	2,377,006
Public Works	2,600,730	1,534,685	-	-	2,600,730	1,534,685
Social Services	190,875	212,371	-	-	190,875	212,371
Parks & Recreation	263,015	212,346	-	-	263,015	212,346
Library	511,755	514,487	-	-	511,755	514,487
Cemeteries	100,855	101,514	-	-	100,855	101,514
Education	9,160,661	8,293,037	-	-	9,160,661	8,293,037
County Tax	1,420,463	1,377,793	-	-	1,420,463	1,377,793
Interest on Debt	176,974	53,073	-	-	176,974	53,073
Unclassified	434,665	433,372	-	-	434,665	433,372
Sewer Department	-	-	839,833	836,925	839,833	836,925
Total Expenses	<u>19,391,014</u>	<u>17,828,313</u>	<u>839,833</u>	<u>836,925</u>	<u>20,230,847</u>	<u>18,665,238</u>
Increase (Decrease) in Net Position Before Transfers	162,933	815,683	(25,490)	(91,960)	137,443	723,723

City of Belfast, Maine
Comparative Statement of Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Transfers	3,065	(164,504)	182,548	116,523	185,613	(47,981)
Reserve for Uncollectibles	(23,937)	(232,630)	-	-	(23,937)	(232,630)
Increase (Decrease) in Net Assets	142,061	418,549	157,058	24,563	299,119	443,112
Net Position - Beginning	34,858,564	34,440,015	16,073,331	16,048,768	50,931,895	50,488,783
Net Position - Ending	\$ 35,000,625	\$ 34,858,564	\$ 16,230,389	\$ 16,073,331	\$ 51,231,014	\$ 50,931,895

City of Belfast, Maine
Government-Wide Statement of Net Position
June 30, 2014

Exhibit A

	<u>Governmental Activities</u>	<u>Business - Type Activities</u>	<u>Totals</u>
<u>ASSETS</u>			
Cash & Cash Equivalents	\$ 771,263	\$ -	\$ 771,263
Investments	2,921,240	786,079	3,707,319
Due from other Funds	-	964,460	964,460
Receivables (Net of Allowance for Doubtful Accounts):			
Taxes	745,527	-	745,527
Accounts	1,194,178	449,762	1,643,940
Total Current Assets	<u>5,632,208</u>	<u>2,200,301</u>	<u>7,832,509</u>
Capital Assets:			
Land	10,175,461	1,485,000	11,660,461
Construction In Progress	1,380,835	-	1,380,835
Buildings & Improvements	9,464,005	652,158	10,116,163
Vehicles & Equipment	5,149,145	129,639	5,278,784
Infrastructure	20,483,170	24,569,777	45,052,947
Total Capital Assets	<u>46,652,616</u>	<u>26,836,574</u>	<u>73,489,190</u>
Less Accumulated Depreciation	<u>(13,682,068)</u>	<u>(7,831,275)</u>	<u>(21,513,343)</u>
Net Capital Assets	<u>32,970,548</u>	<u>19,005,299</u>	<u>51,975,847</u>
Total Assets	<u>38,602,756</u>	<u>21,205,600</u>	<u>59,808,356</u>
<u>LIABILITIES</u>			
Account Payable	115,216	-	115,216
Other Liabilities	24,839	-	24,839
Accrued Interest Payable	11,190	16,849	28,039
Due to other Funds	966,111	-	966,111
Taxes Collected In Advance	57,983	-	57,983
Bonds and Notes:			
Due Within One Year	185,256	411,702	596,958
Total Current Liabilities	<u>1,360,595</u>	<u>428,551</u>	<u>1,789,146</u>
Long-Term Liabilities			
Bonds and Notes:			
Due in More Than One Year	1,907,491	4,546,660	6,454,151
Compensated Absences	334,045	-	334,045
Total Long-Term Liabilities	<u>2,241,536</u>	<u>4,546,660</u>	<u>6,788,196</u>
Total Liabilities	<u>3,602,131</u>	<u>4,975,211</u>	<u>8,577,342</u>
<u>NET POSITION</u>			
Invested in Capital Assets, Net of Related Debt	30,877,801	14,046,939	44,924,740
Restricted For:			
TIF	-	75,215	75,215
Infrastructure Maintenance & Upgrade	-	786,079	786,079
Capital Projects	1,877,747	-	1,877,747
Special Purposes	34,881	-	34,881
Unrestricted	2,210,196	1,322,156	3,532,352
Total Net Position	<u>\$ 35,000,625</u>	<u>\$ 16,230,389</u>	<u>\$ 51,231,014</u>

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Government-Wide Statement of Activities
For the Year Ended June 30, 2014

Program Activities	Program Revenues			Net (Expense) Revenues and Changes in Net Position			
	Expenses	Fees, Fines, & Charges for Service	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	Totals
Governmental Activities							
General Government	\$ (2,179,487)	\$ 251,287	\$ -	\$ -	\$ (1,928,200)	\$ -	\$ (1,928,200)
Protection	(2,351,534)	1,352,106	55,216	-	(944,212)	-	(944,212)
Public Works	(2,600,730)	291,053	146,928	-	(2,162,749)	-	(2,162,749)
Social Services	(190,875)	-	-	-	(190,875)	-	(190,875)
Parks & Recreation	(263,015)	2,790	-	-	(260,225)	-	(260,225)
Library	(511,755)	-	-	40,000	(471,755)	-	(471,755)
Cemeteries	(100,855)	-	90,000	-	(10,855)	-	(10,855)
Education	(9,160,661)	-	-	-	(9,160,661)	-	(9,160,661)
County Tax	(1,420,463)	-	-	-	(1,420,463)	-	(1,420,463)
Interest on Long-Term Debt	(176,974)	-	-	-	(176,974)	-	(176,974)
Unclassified	(434,665)	112,588	-	-	(322,077)	-	(322,077)
Total Governmental Activities	(19,391,014)	2,009,824	292,144	40,000	(17,049,046)	-	(17,049,046)
Business-Type Activities							
Sewer Department	(839,833)	812,647	-	-	-	(27,186)	(27,186)
Total Business-Type Activities	(839,833)	812,647	-	-	-	(27,186)	(27,186)
Total Government	\$ (20,230,847)	\$ 2,822,471	\$ 292,144	\$ 40,000	(17,049,046)	(27,186)	(17,076,232)

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Government-Wide Statement of Activities
For the Year Ended June 30, 2014

	Net (Expense) Revenues and Changes in Net Position		
	Governmental	Business-Type	Totals
	Activities	Activities	
General Revenues:			
Taxes:			
Property	14,420,366	-	14,420,366
Excise	954,221	-	954,221
Interest on Taxes	89,759	-	89,759
Investment Earnings	37,362	1,696	39,058
Miscellaneous	981,976	-	981,976
Intergovernmental, Not Restricted to Specific Functions	650,077	-	650,077
Lease & Rental Income	103,746	-	103,746
Cable TV Receipts	72,589	-	72,589
Payment in Lieu of Taxes	5,850	-	5,850
Special Projects (Net)	(103,967)	-	(103,967)
Reserve for Uncollectible Transfers	(23,937)	-	(23,937)
	3,065	182,548	185,613
Total General Revenues and Transfers	17,191,107	184,244	17,375,351
Changes in Net Position	142,061	157,058	299,119
Net Position, Beginning, Restated	34,858,564	16,073,331	50,931,895
Net Position, Ending	\$ 35,000,625	\$ 16,230,389	\$ 51,231,014

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Balance Sheet - Governmental Funds
June 30, 2014

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 764,485	\$ 6,778	\$ 771,263
Investments	1,920,288	1,000,952	2,921,240
Receivables (Net of Allowance for Doubtful Accounts):			
Taxes	745,527	-	745,527
Accounts	1,194,178	-	1,194,178
Due from Other Funds	-	503,973	503,973
	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 4,624,478</u>	<u>\$ 1,511,703</u>	<u>\$ 6,136,181</u>
<u>LIABILITIES & FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 115,216	\$ -	\$ 115,216
Other Liabilities & Accruals	24,839	-	24,839
Due to Other Funds	1,470,084	-	1,470,084
Taxes Collected In Advance	57,983	-	57,983
Total Liabilities	<hr/>	<hr/>	<hr/>
Deferred Inflow of Resources			
Unavailable Revenue-Property Taxes	183,309	-	183,309
	<hr/>	<hr/>	<hr/>
<u>Fund Balances</u>			
Nonspendable	-	-	-
Restricted	366,044	1,511,703	1,877,747
Committed	-	-	-
Assigned	34,881	-	34,881
Unassigned	2,372,122	-	2,372,122
	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>2,773,047</u>	<u>1,511,703</u>	<u>4,284,750</u>
	<hr/>	<hr/>	<hr/>
Total Liabilities & Fund Balances	<u>\$ 4,624,478</u>	<u>\$ 1,511,703</u>	<u>\$ 6,136,181</u>

The notes to the financial statements are an integral part of this statement

City of Belfast, Maine
 Reconciliation of the Governmental Funds Balance Sheet
 to the Government-Wide Statement of Net Position
 June 30, 2014

Exhibit D

Total Fund Balances - Total Governmental Funds \$ 4,284,750

Amounts reported for governmental activities in the Statement of Net Position were different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. The capital assets were adjusted as follows:

Non-depreciable capital assets	\$11,556,296	
Depreciable capital assets, net	<u>21,414,252</u>	
Total capital assets		32,970,548

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet (11,190)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

The long-term liabilities were adjusted as follows:

Long-term bond liabilities-due within one year	(185,256)	
Long-term bond liabilities-due in more than one year	(1,907,491)	
Compensated absences	<u>(334,045)</u>	
Total long-term liabilities		(2,426,792)

Other deferred inflow of resources not available to pay for current period expenditures in the governmental funds-property taxes 183,309

Net position of governmental activities \$ 35,000,625
=====

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2014

	General Fund	Capital Projects Fund	Total Governmental Funds
<u>Revenues:</u>			
Property Taxes	\$ 14,554,899	\$ -	\$ 14,554,899
Excise Taxes	954,221	-	954,221
Intergovernmental	852,221	-	852,221
Charges for Services	1,999,216	-	1,999,216
Investment Income	35,299	2,063	37,362
Interest on Taxes	89,759	-	89,759
Special Purpose Accts.	306,967	-	306,967
Miscellaneous	369,388	935,381	1,304,769
Total Revenues	<u>19,161,970</u>	<u>937,444</u>	<u>20,099,414</u>
<u>Expenditures:</u>			
General Government	2,017,837	139,743	2,157,580
Protection	2,406,510	5,800	2,412,310
Public Works	1,960,974	1,341,277	3,302,251
Social Services	190,875	-	190,875
Parks & Recreation	213,399	28,042	241,441
Library	439,821	760	440,581
Cemeteries	97,440	-	97,440
Education	9,160,661	-	9,160,661
County Tax	1,420,463	-	1,420,463
Debt Service	357,819	-	357,819
Special Purpose Accts.	410,934	-	410,934
Unclassified	350,196	4,698	354,894
Total Expenditures	<u>19,026,929</u>	<u>1,520,320</u>	<u>20,547,249</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>135,041</u>	<u>(582,876)</u>	<u>(447,835)</u>
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	199,724	690,881	890,605
Operating Transfers (Out)	(513,680)	(373,860)	(887,540)
Reserve for Uncollectible	(23,937)	-	(23,937)
Total Other Financing Sources & Uses	<u>(337,893)</u>	<u>317,021</u>	<u>(20,872)</u>
Net Changes in Fund Balances	(202,852)	(265,855)	(468,707)
Fund Balance - Beginning	<u>2,975,899</u>	<u>1,777,558</u>	<u>4,753,457</u>
Fund Balance - Ending	<u>\$ 2,773,047</u>	<u>\$ 1,511,703</u>	<u>\$ 4,284,750</u>

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
 Reconciliation of the Governmental Funds Statement of
 Revenues, Expenditures and Changes in Fund Balances
 to the Government-Wide Statements of Activities
 For the Year ended June 30, 2014

Exhibit F

Net Change in Fund Balance - Total Government Funds	\$ (468,707)
Amounts reported by governmental activities in the Statement of Activities and changes in Net Position were different because:	
Governmental funds report capital outlay as expenditures. However, in the government-wide statement of activities and changes in net position the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.	1,219,124
The net effect of various transactions involving capital assets (i.e., notes, sales, trade-ins, and contributions) is to increase/(decrease) net position:	
Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in government funds.	(679,016)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. The issuance of long-term debt provides current financial resources. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt.	182,781
Some expenses reported in the statement of activities do not require the use of current financial resources; therefore, are not reported as expenditures in government funds. (compensated absences)	24,348
Some net property tax collected for several months after the City's fiscal year end, (deferred inflow of resources), that are not available revenues in the governmental fund.	(134,533)
Accrued interest expense on long-term debt is reported in the government-wide statement of activities and changes in net position, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds.	<u>(1,936)</u>
Change in net position of governmental activities	<u><u>\$ 142,061</u></u>

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Statement of Net Position
Proprietary Fund (Sewer)
For the Years Ended June 30, 2014

	<u>2014</u>
<u>ASSETS</u>	
<u>Current Assets</u>	
Due from General Fund	\$ 964,460
Pooled Investments	786,079
Receivables:	
Sewage Treatment Services (Net Allowance for Doubtful)	449,762
Total Current Assets	<u>2,200,301</u>
 <u>Capital Assets:</u>	
Land	1,485,000
Buildings & Improvements	652,158
Vehicle & Equipment	129,639
Infrastructure	24,569,777
Total Capital Assets	<u>26,836,574</u>
Less Accumulated Depreciation	<u>(7,831,275)</u>
Net Capital Assets	<u>19,005,299</u>
 Total Assets	 <u>21,205,600</u>
 <u>LIABILITIES</u>	
<u>Current Liabilities</u>	
Accrued Interest Payable	16,849
Current Portion of Long-Term Liabilities	411,702
Total Current Liabilities	<u>428,551</u>
 <u>Non-Current Liabilities</u>	
Portion of Long-Term Liabilities	<u>4,546,660</u>
 Total Liabilities	 <u>4,975,211</u>
 <u>NET POSITION</u>	
Invested in Capital Assets - Net of Related Debt	14,046,939
Restricted for TIF	75,215
Reserve for Infrastructure Maint. & Upgrade	786,079
Unrestricted	1,322,156
Total Net Position	<u>\$ 16,230,389</u>

City of Belfast, Maine
Statement of Revenues, Expenses, and Changes
in Fund Balance - Proprietary Fund
For the Year Ended June 30, 2014

Sewer Disposal & Treatment System
2014

Operating Revenues:

User Fees	\$	804,123
Entrance & Recording Fees		8,524
Total Operating Revenues		812,647

Operating Expenses:

Salaries & Wages		123,467
Fringe Benefits		38,404
Utilities		101,703
Chemicals		16,801
Infrastructure Maintenance		20,082
Outside Services		48,457
Laboratory Supplies		4,694
Building Maintenance		1,894
Vehicle Maintenance/Fuel		7,127
Insurance		10,846
Billing & Accounting		7,418
Contract Sludge		63,522
Miscellaneous		16,951
Depreciation		297,756
Total Operating Expenses		759,122

Operating Income (Loss)		53,525
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Non-Operating Revenue (Expense):

Investment Earnings		1,696
Interest Expense		(80,711)
Net Non-Operating Revenue (Expense)		(79,015)

Income (Loss) Before Transfers		(25,490)
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Capital Contributions

Transfers in (out):

General Fund - Debt Service		175,483
General Fund		7,065
		182,548

Change in Net Position		157,058
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Total Net Position - Beginning of Year		16,073,331
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Total Net Position - End of Year		\$ 16,230,389
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City of Belfast, Maine
Statement of Cash Flows - Sewer Fund
Proprietary Funds
For the Year Ended June 30, 2014

		<u>Waste Water (Sewer)</u>
Cash flows From Operating Activities:		
Cash Received from Customers	\$ 795,992	
Cash Payments to Employees	(123,467)	
Cash Payments to Suppliers of Goods & Services	<u>(347,739)</u>	
Net Cash Provided by Operating Activities		\$ 324,786
Cash Flows From Noncapital Financing Activities:		
Transfer from (to) General Fund (Net)	<u>175,483</u>	
Net Cash Provided by Noncapital Financing Activities		175,483
Cash Flows from Capital and Related Financing Activities:		
Acquisition and Construction of Fixed Assets	(9,928)	
Principal Paid on Long-Term Debt	(437,639)	
Interest Paid on Long-Term Debt	<u>(80,711)</u>	
Net Cash (Used) in Capital & Related Financing Activities		<u>(528,278)</u>
Net Increase (Decrease) in Cash & Cash Equivalents		(28,009)
Cash & Cash Equivalents		
Beginning of Year		<u>1,778,548</u>
End of Year:		
Cash Held By General Fund in Investments	964,460	
Cash in Pooled investments	<u>786,079</u>	
Total End of Year		<u>\$ 1,750,539</u>
Reconciliation of operating income (Loss) to net		
Cash Provided by Operating Activities		
Operating Income		\$ 53,525
Adjustments to Reconcile operations Income to		
Net Cash Provided by Operating Activities		
Depreciation		297,756
Changes in Assets & Liabilities		
(Increase) Decrease in Receivables		<u>(26,495)</u>
Net Cash Provided by Operating Activities		<u>\$ 324,786</u>

City of Belfast, Maine
 Statement of Fiduciary Net Positions
 Fiduciary Funds
 June 30, 2014

<u>ASSETS</u>	<u>Cemeteries</u>	<u>Library</u>	<u>Special</u>	<u>Charity</u>	<u>Recreation</u>	<u>Health</u>	<u>Totals</u>
Cash & Interest							
Bearing Deposits	\$ 1,722,941	\$ 1,858,523	\$ 219,731	\$ 85,749	\$ 5,368	\$ 445	\$ 3,892,757
Total Assets	<u>1,722,941</u>	<u>1,858,523</u>	<u>219,731</u>	<u>85,749</u>	<u>5,368</u>	<u>445</u>	<u>3,892,757</u>
Net Positions - Held in Trust for Specific Programs	<u>\$ 1,722,941</u>	<u>\$ 1,858,523</u>	<u>\$ 219,731</u>	<u>\$ 85,749</u>	<u>\$ 5,368</u>	<u>\$ 445</u>	<u>\$ 3,892,757</u>

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
 Statement of Changes in Fiduciary Net Position
 Fiduciary Funds
 For the Year Ended June 30, 2014

	<u>Cemeteries</u>	<u>Library</u>	<u>Special</u>	<u>Charity</u>	<u>Recreation</u>	<u>Health</u>	<u>Totals</u>
<u>Principal</u>							
Additions:							
Investment Income							
Interest & Dividends	\$ 28,179	\$ 63,319	\$ 7,751	\$ 422	\$ 19	\$ 1	\$ 99,691
Net increase (Decrease) in Fair Value of Investments	24,446	52,464	-	-	-	-	76,910
Total Additions	52,625	115,783	7,751	422	19	1	176,601
Deductions:							
Cemetery	90,000	-	-	-	-	-	90,000
Library	-	40,000	-	-	-	-	40,000
Unclassified	-	-	4,106	173	-	-	4,279
Total Deductions	90,000	40,000	4,106	173	-	-	134,279
Change in Net Position	(37,375)	75,783	3,645	249	19	1	42,322
Net Position, Beginning of Year	1,760,316	1,782,740	216,086	85,500	5,349	444	3,850,435
Net Position, End of Year	<u>\$ 1,722,941</u>	<u>\$ 1,858,523</u>	<u>\$ 219,731</u>	<u>\$ 85,749</u>	<u>\$ 5,368</u>	<u>\$ 445</u>	<u>\$ 3,892,757</u>

The notes to the financial statement are an integral part of this statement.

CITY OF BELFAST, MAINE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2014

I. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Belfast was incorporated under the laws of the State of Maine in 1853 and operates under a council/manager form of government. In evaluating how to define the reporting entity, for financial purposes, management has considered all potential component units. The criteria used to determine which entities are a part of the City's operations include how the budget is adopted, whether debt is secured by general obligation of the City, the City's duty to cover any deficits that may occur, and supervision over the accounting functions. Based upon all pertinent facts derived from the analysis of the above criteria, it was determined that no additional entities should be included as part of these financial statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Those revenues susceptible to accrual are property taxes, interest, and charges for services. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements have been met.

The City reports the following major governmental funds:

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

The Capital Projects Fund accounts for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or fiduciary funds.

The City reports the following major proprietary funds:

The Sewer Utility Fund accounts for the cost of construction and operation of the sewage treatment plant, the City sewer system, and sewer operation activities, and is self-supported through sewer usage fees.

Additional, the City reports the following fund type:

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

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

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board guidance issued after November 30, 1989.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's sewer utilities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary fund are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Assets, Liabilities and Equity

1. Deposits and Investments

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

State statutes authorize the City to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements. City policy prohibits the investment in so-called "derivative instruments".

Investments are reported at fair value.

2. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of fiscal year are referred to as either "due to/from other funds", (i.e. the non-current portion of interfund loans) or "advances to/from other funds", (i.e. the non-current portion of interfund loans). Any residual balances between the governmental activities and business-type activities are reported in the government-wide financial statements as "due to/from other governmental units".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories

Inventories consist of expendable supplies held in consumption and are valued at cost using the weighted average method. The cost of inventories are recognized as expenditures/expenses when consumed rather than when purchased.

The City does not have any inventories at current year end.

4. Capital Assets

Capital assets which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets with an initial, individual cost of more than \$5,000, and an estimated useful life in excess of two years.

Donated capital assets are recorded at estimated fair value at the time of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included as part of the capitalization value of the assets constructed.

Capital assets of the primary government and business-type activities are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	25-50
Infrastructure	10-50
System Infrastructure	20-75
Equipment	5-20

5. Deferred Inflows of Resources

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises under modified accrual basis of accounting that qualifies for reporting in this category, unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period in which the amounts become available.

6. Compensated Absences

Employees eligible for leave include permanent full-time employees. Employees may earn one (1) work day per full calendar month of regular employment to be used as sick leave, which shall be computed at the regular base pay rate of the employee. Administrative personnel may accumulate to a maximum of ninety (90) work days. Police personnel may accumulate to a maximum of one hundred twenty (120) work days. All employees shall be compensated for one-half (1/2) of accumulated sick leave, up to forty-five (45) days, when they are permanently separated from employment as a result of voluntary resignation, retirement, or death. The liability for accumulated sick leave is \$334,045, as of June 30, 2014.

7. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs if material to basic financial statements, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount

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

8. Fund Equity

In the fund financial statements, governmental funds report fund balances in one of five possible classifications. Classification is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which the funds can be spent. The categories are as follows:

- Nonspendable fund balance cannot be spent.
- Restricted fund balances are subject to externally enforceable legal restrictions.
- Committed fund balances are subject to limitations the City Council has imposed, that are binding unless removed in the same manner.
- Assigned fund balances reflect the intended use of the resources.
- Unassigned fund balances are resources which have not been classified in any other category. Only the General Fund can report a positive unassigned fund balance amount.

Should there be multiple sources of funding available for a particular purpose, it is the City's policy to expend currently budgeted resources first, then after use other sources in the order of restricted, then committed, then assigned amounts.

9. Receivables/Allowance for Uncollectible Accounts

General fund accounts receivables at June 30, 2014 amounted to \$1,600,722 of which general receivables are \$249,305 and ambulance receivables are \$1,351,417.

Allowances for uncollectible accounts are maintained for all types of receivables, which historically experience uncollectible accounts.

A summary of the allowance for uncollectible accounts/taxes as of June 30, 2014 is as follows:

General Fund:	
Taxes	\$ 28,896
Ambulance	406,544
Proprietary:	
Sewer Fund	<u>2,500</u>
Total Allowances for Uncollectible	<u>\$437,940</u>

10. Use of Estimates

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principals (GAAP) for all governmental funds, except the special revenue, capital projects, and fiduciary funds. These non-major funds are not budgeted. All annual appropriations lapse at fiscal year end, unless a carry-forward of unexpended amounts is approved by the Council.

The City Manager submits to the City Council a proposed operating budget for the ensuing year. The Council holds public meetings and a final budget is prepared and adopted.

The budget is adopted at the department level through the passage of appropriation resolves. The City Manager may make transfers of appropriations within a department. Transfers between departments or additional appropriations require the approval of the City Council.

B. Reconciliation of Budgetary Basis Statements

The following schedule reconciles the General Fund amounts on the Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual-Budgetary Basis to the amounts on the Statement of Revenues, Expenditures, and Changes in Fund Balance, Governmental Funds.

Deficiency of revenues over expenditures and other financing sources and uses (Budget)	<u>\$ (202,852)</u>
Deficiency of revenues and other financing sources over expenditures and other uses (GAAP)	<u>\$ (202,852)</u>

C. Excess of Expenditures Over Appropriations

For the year ended June 30, 2014, the following accounts exceeded appropriations by General, \$53,343 and Public Works, \$61,128. Funds sufficient to provide for the excess expenditures were made available from other functions within the General Fund and the excess had no impact on the financial results of the City.

III. Detailed Notes On All Funds

A. Deposits and Investments

Deposits and investments at June 30, 2014 consist of the following:

Deposits		
Cash on Hand	\$	275
Cash in Bank		770,989
Investments		
Various Certificates of Deposits, Federal Nat'l Mtg. Notes, and Money Market Funds		<u>7,600,077</u>
Total Cash and Investments	\$	<u><u>8,371,341</u></u>

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned. The City does not have a policy with respect to custodial credit risk for deposit accounts. The City does not maintain insurance coverage to protect deposits other than the \$250,000 provided by the Federal Deposit Insurance Corporation (FDIC). As of June 30, 2014, \$652,972 of the City's bank balances were exposed to custodial credit risk.

Interest Credit Risk

In accordance with the City's investment policy, the City manages its exposure to declines in fair value by limiting the average maturity of its investments to less than one year.

Credit Risk

Maine statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements and certain corporate stocks and bonds.

The fair market value of investments as of June 30, 2014 is \$7,600,077.

Concentrations of Credit Risk

The City's investment policy does not allow the City to invest in debt securities that are not insured, registered or backed by U.S. government securities. The money market funds are invested in an Indexed Money Market account.

B. Property Tax

The City's property tax was levied September 25, 2013, on the assessed value listed as of April 1, 2013, for all real and personal property located in the City. The assessed value

for the list of April 1, 2013, upon which the 2014 levy base, was \$705,768,800. Taxes were due and payable on October 31, 2013, and March 6, 2014, with interest at the rate of 7% being charged on taxes unpaid after that date.

Property taxes levied during the year were recorded as receivables at the time the levy was made. The receivables collected during the year and in the first sixty days following the end of the fiscal year have been recorded as revenues. The remaining receivables have been recorded as deferred revenues. Tax liens placed on real property within twelve months following the tax commitment date if taxes are delinquent. The City has the authority to foreclose on property eighteen months after the filing of the lien if the tax lien and associated costs remain unpaid.

C. Capital Assets--

Capital asset activity for the year ended June 30, 2014 was as follows:

	Balances at <u>June 30, 2013</u>	<u>Additions</u>	Retirements and <u>Transfers</u>	Balances at <u>June 30, 2014</u>
<u>Governmental Activities:</u>				
Capital Assets not being Depreciated:				
Land	<u>\$10,857,371</u>	<u>\$ 873,588</u>	<u>\$ (174,663)</u>	<u>\$11,556,296</u>
Total Capital Assets not being Depreciated	<u>10,857,371</u>	<u>873,588</u>	<u>(174,663)</u>	<u>11,556,296</u>
Capital Assets being Depreciated:				
Buildings	9,464,005	-	-	9,464,005
Equipment	4,803,609	345,536	-	5,149,145
Infrastructure	<u>20,308,507</u>	<u>174,663</u>	-	<u>20,483,170</u>
Total Capital Assets being Depreciated	<u>34,576,121</u>	<u>520,199</u>	<u>-</u>	<u>35,096,320</u>
Less Accumulated Depreciation for:				
Buildings	3,350,799	170,960	-	3,521,759
Equipment	3,305,848	219,881	-	3,525,729
Infrastructures	<u>6,346,405</u>	<u>288,175</u>	<u>-</u>	<u>6,634,580</u>
Total Accum. Depreciation	<u>13,003,052</u>	<u>679,016</u>	<u>-</u>	<u>13,682,068</u>
Governmental Activities Capital Assets - Net	<u>\$32,430,440</u>	<u>\$ 714,771</u>	<u>(174,663)</u>	<u>\$32,970,548</u>

	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
<u>Business-Type Activities:</u>				
Capital Assets not being Depreciated:				
Land	\$ 1,485,000	\$ —	\$ —	\$ 1,485,000
Total Capital Assets not being Depreciated	<u>1,485,000</u>	<u>—</u>	<u>—</u>	<u>1,485,000</u>
Other Capital Assets:				
Buildings & Improvements	652,158	—	—	652,158
Vehicles & Equipment	129,639	—	—	129,639
Infrastructure	<u>24,559,849</u>	<u>9,928</u>	<u>—</u>	<u>24,569,777</u>
Total Other Capital Assets	<u>25,341,646</u>	<u>9,928</u>	<u>—</u>	<u>25,351,574</u>
Less Accumulated Depreciation:				
Building & Improvements	537,732	13,042	—	550,774
Vehicles & Equipment	91,771	6,414	—	98,185
Infrastructure	<u>6,904,016</u>	<u>278,300</u>	<u>—</u>	<u>7,182,316</u>
Total Accumulated Deprec.	<u>7,533,519</u>	<u>297,756</u>	<u>—</u>	<u>7,831,275</u>
Other Capital Assets, Net	<u>17,808,127</u>	<u>(287,828)</u>	<u>—</u>	<u>17,520,299</u>
Business-Type Capital, Net	<u>\$19,293,127</u>	<u>\$ (287,828)</u>	<u>\$ —</u>	<u>\$19,052,299</u>

Depreciation expense for governmental activities is charged to function as follows:

	<u>Buildings</u>	<u>Equipment</u>	<u>Infra- structure</u>	<u>Total</u>
General Government	\$ 43,886	\$ 4,439	\$ —	\$ 48,325
Protection	36,375	84,361	—	120,736
Public Works	9,283	117,199	207,539	334,021
Parks & Recreation	1,763	5,653	14,158	21,574
Library	66,094	5,080	—	71,174
Cemeteries	84	1,183	2,148	3,415
Unclassified	<u>13,475</u>	<u>1,966</u>	<u>64,330</u>	<u>79,771</u>
Total Depreciation for Governmental Activities	<u>\$170,960</u>	<u>\$219,881</u>	<u>288,175</u>	<u>\$679,016</u>

D. Interfund Transactions

Individual fund interfund receivable and payable transactions are described in the Summary of Significant Accounting Policies Note D.2. As of June 30, 2014 the balances were as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ —	\$1,470,084
Capital Projects	503,974	—
Trust Fund	1,650	—
Sewer Fund	<u>964,460</u>	<u>—</u>
	<u>\$1,470,084</u>	<u>\$1,470,084</u>

E. Long-term Debt

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital additions. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds are issued as 10 to 20 year serial bonds with varying amounts of principal maturing each year.

The original amount of general obligation bonds issued is \$14,283,941. The following is a summary of general obligation bond and note transactions of the City for the fiscal year ended June 30, 2014:

Bonds and notes payable at June 30, 2013	\$7,671,530
Add: Principal additions	—
Less: Principal repayments	<u>(620,421)</u>
Bonds and notes payable at June 30, 2014	<u>\$7,051,109</u>

Bonds and notes payable at June 30, 2014, are comprised of the following:

<u>Long-term Debt</u>	<u>Fiscal Year Of Maturity</u>	<u>Interest Rate</u>	Governmental		<u>Total June 30, 2013</u>
			<u>Activities City</u>	<u>Business-type Activities</u>	
Footbridge Bond	2022	2.085%-5.085%	\$1,118,075	\$ —	\$1,118,075
Police Building Bond	2018	2.085%-4.285%	126,670	—	126,670
Police Building Bond	2019	2.216%-7.468%	88,002	—	88,002
Walkway Project Pierce/Bridge	2032	1.480%-3.706%	760,000	—	760,000
Street Bond	2023	2.250%	—	361,734	361,734
WWT Upgrade Bond	2020	3.270%	—	435,685	435,685
WWT Bond	2020	2.830%	—	212,252	212,252
WWT Bond	2022	2.400%	—	326,793	326,793
Swan Avenue Bond	2024	1.870%	—	335,611	335,611
Waste Water Refinance Bond	2024	1.450%	—	1,179,812	1,179,812

<u>Long-term Debt</u>	<u>Fiscal Year Of Maturity</u>	<u>Interest Rate</u>	Governmental	Business-type	Total
			<u>Activities City</u>	<u>Activities</u>	<u>June 30, 2013</u>
Replacement Project Bond	2025	1.490%	—	1,587,713	1,587,713
ARRA CWSRF	2029	0.000%	—	<u>518,762</u>	<u>518,762</u>
Total Bonds and Notes			<u>\$ 2,092,747</u>	<u>\$ 4,958,362</u>	<u>\$ 7,051,109</u>

Annual debt service requirements to maturity for general obligation bonds and notes payable are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 184,255	\$ 77,832	\$ 446,754	\$ 99,776
2016	188,322	71,213	456,120	91,620
2017	192,688	64,198	465,737	83,243
2018	197,348	56,785	475,621	74,633
2019-2023	930,134	166,335	2,164,122	225,356
2024-2028	200,000	50,030	933,267	56,802
2029-2033	<u>200,000</u>	<u>17,691</u>	<u>16,742</u>	<u>—</u>
Total	<u>\$2,092,747</u>	<u>\$ 504,084</u>	<u>\$4,958,363</u>	<u>\$ 631,430</u>

Overlapping Debt

The City's proportionate share of Waldo County's debt (determined by the percentage of the City's state valuation to the County's state valuation) is not reported in the City's financial statements. Debt service is included in the annual county assessment of the City.

Legal Debt Margin

The City is subject to the laws of the State of Maine, which limits the amount of long-term debt to 15% of the state's assessed valuation. At June 30, 2014, the statutory limit for the City was \$119,640,000. The City's outstanding long-term debt of \$7,051,109 at June 30, 2014 was within the statutory limit.

F. Fund Balance By Purpose

Following is more detailed information on the governmental fund balances:

	<u>General Fund</u>	<u>Capital Projects</u>	<u>Total</u>
Nonspendable for:	\$ —	\$ —	\$ —
Restricted for:			
Capital Projects	—	1,511,703	1,511,703
Special Purpose Funds	366,044	—	366,044
Assigned to:			
Designated Carried	34,881	—	34,881
Unassigned	<u>2,372,122</u>	<u>—</u>	<u>2,372,122</u>
Total Fund Balances	<u>\$2,773,047</u>	<u>\$1,511,703</u>	<u>\$ 4,284,750</u>

G. Fund Balances

As of June 30, 2014, the following funds were unexpended and were carried forward into the operations of the 2014/2015 fiscal year.

Designated for Subsequent Years' Expenditures

130-674	Codification/Web Site	\$ 3,960
210-535	Fire Equipment	4,000
220-540	Firearms Training	6,586
270-559	Ambulance Training	4,285
410-535	Public Works Equipment	3,500
420-573	Sidewalks Improvement Main St.	8,250
680-604	Eng/Prof Services	<u>4,300</u>
	Total	<u>\$ 34,881</u>

H. Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consist of cost of capital assets, net of accumulated depreciation, reduced by the outstanding balance of bonds of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

I. Subsequent Events

In preparing the financial statements, the City has evaluated events and transactions for potential recognition or disclosure. City of Belfast did not have any subsequent events or transactions requiring recording or disclosure in the financial statements through March 31, 2015, the date that the financial statements were available to be issued.

Other Information

A. Risk Management

The City is exposed to various risks of loss to theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City has purchased various insurance policies to safeguard its assets from risk of loss. Insurance coverage appears to be consistent with previous years. During the year ended June 30, 2014, and the two previous years, no settlements exceeded insurance coverage.

B. Pension Plan

Maine Public Employees Retirement System

City employees contribute to the Maine Public Employees Retirement System ("System"), a cost-sharing multiple-employer public employee retirement system that

acts as a common investment and administrative agent for public school teachers, state employees (except members of the judiciary and legislative who are covered under the Judicial and Legislative Retirement Systems) and political subdivisions.

Benefits vest after five years of service. Employees who retire at or after age sixty with one year of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to two percent of the average of their highest three years earnings per year of service. The system also provides death and disability benefits. These benefits provisions and all other requirements are established by state statute.

The system allows maintenance, support workers, and custodial support staff to participate voluntarily in the System. Participants are required to contribute 6.5% of their annual gross salary to the plan and the City is required to make a contribution based on an historical assessment of the plan by the System. Vesting of benefits occurs after five years of service. Disability, pre-retirement, and death benefits are provided under the City's plan. A cost of living increase is provided under the City's plan. Upon retirement at or after age sixty, the participant is entitled to an annual retirement benefit of two percent of the average of their three highest years earnings multiplied by the number of years of credited service. The City's required and actual contribution as a participating local district for the years ended June 30, 2014 and 2013 was \$149,544 and \$126,377 respectively.

Effective July 1, 1995 the City's Participating Local District (PLD) joined with other PLD's forming a consolidated PLD. All PLD's that enter the Consolidated Plan cease to be individual sponsors of a "Single-Employer Defined Benefit Pension Plan" and instead become participants in a "Cost-Sharing Multiple-Employer Defined Benefit Pension Plan." As such, the disclosures made by individual PLD's reflect assets and liabilities under the Consolidated Plan which the PLD participates and not those of the PLD itself. A complete report is available by contacting the Maine Public Employees Retirement System at 46 State House Station, Augusta, ME 04333.

Other

Additionally, the City participates in the Social Security Retirement Program. The City's contribution to Social Security was \$222,914 for the year ended June 30, 2014.

C. Grant Funds

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal Government. Any disallowance claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects no such amounts.

City of Belfast, Maine
Notes to Required Supplementary Information
June 30, 2014

Budgetary Data

The City Council adopts an annual legal budget which covers the City's Municipal General Fund and the Capital Projects. All unencumbered appropriations lapse at fiscal year end except certain departmental accounts by vote of the Council. Unencumbered appropriations are unreserved, designated for subsequent years' expenditures. The budgets for the General Fund of the City are prepared on the modified accrual basis and include debt principal retirements and capital outlays as expenses. The statements comparing budget and actual amounts for these governmental funds include adjustments to those budgetary bases for the departmental funds carried over from accumulated prior years and new Council vote. Budgetary level of control is exercised by the City Manager.

The Budgetary Comparison Schedule, "Statement of Revenues, Expenditures, and Changes in Funds Balance - Budget and Actual", included in the required supplementary information presents a comparison of budgetary data to actual results of operations for the General Fund of the City, for which an annual operating budget is legally adopted. This fund utilizes the same basis of accounting for both budgetary purposes and actual results.

The General Fund payables are added to the actual expenditures for budgetary comparison.

City of Belfast, Maine
 Budgetary Comparison Schedule - General Fund
 For the Year Ended June 30, 2014

<u>Resources</u>	Original Budget <u>W/Carried</u>	Budget as <u>Amended</u>	<u>Actual</u>	Variance from Amended Positive <u>(Negative)</u>
Property Taxes	\$ 14,594,598	\$ 14,594,598	\$ 14,554,899	\$ (39,699)
Excise Taxes	850,000	850,000	954,221	104,221
Intergovernmental	850,209	850,209	852,221	2,012
Charges for Services	2,032,890	2,032,890	1,999,216	(33,674)
Investment Income	30,000	30,000	35,299	5,299
Interest on Taxes	77,975	77,975	89,759	11,784
Miscellaneous	389,345	389,345	369,388	(19,957)
Special Purpose Accounts	-	-	306,967	306,967
Amounts Available for Appropriation	<u>18,825,017</u>	<u>18,825,017</u>	<u>19,161,970</u>	<u>336,953</u>
<u>Charges to Appropriations (Outlays)</u>				
General Government	1,942,532	1,964,494	2,017,837	(53,343)
Protection	2,307,164	2,459,833	2,406,510	53,323
Public Works	1,872,628	1,899,846	1,960,974	(61,128)
Social Services	222,292	222,292	190,875	31,417
Parks & Recreation	213,975	213,975	213,399	576
Library	446,155	446,155	439,821	6,334
Cemeteries	101,244	106,803	97,440	9,363
Education	9,160,661	9,160,661	9,160,661	-
County Tax	1,420,463	1,420,463	1,420,463	-
Debt Service	382,590	382,590	357,819	24,771
Unclassified	362,132	362,132	350,196	11,936
Reserve for Uncollectibles	-	-	23,937	(23,937)
Special Purpose Accounts	-	-	410,934	(410,934)
Total Charges to Appropriations	<u>18,431,836</u>	<u>18,639,244</u>	<u>19,050,866</u>	<u>(411,622)</u>
Excess (Deficiency) of Resources Over Charges to Appropriations	393,181	185,773	111,104	(74,669)
<u>Other Financial Sources and Uses:</u>				
Transfers In	-	-	199,724	199,724
Transfers (Out)	(558,656)	(557,656)	(513,680)	43,976
Carried Balances	40,475	40,475	-	(40,475)
Total Other Financial Sources (Uses)	<u>(518,181)</u>	<u>(517,181)</u>	<u>(313,956)</u>	<u>203,225</u>
Net Change in Fund Balance - General Fund	<u>\$ (125,000)</u>	<u>\$ (331,408)</u>	<u>\$ (202,852)</u>	<u>\$ 128,556</u>

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Department Operations - General Fund
For the Year Ended June 30, 2014

	Balance 7/1/13	Approp.	Transfers	Total Available	Expended	Lapsed To Surplus	(Over) Under Expended Carried
General Government							
City Manager's Department	\$ -	\$ 208,331	-	\$ 208,331	\$ 204,349	\$ 3,982	\$ -
Finance Department	-	211,920	-	211,920	207,917	4,003	-
Assessing Department	1,116	113,922	-	115,038	101,095	13,943	-
City Clerk's Department	8,483	114,903	-	123,386	105,478	13,948	3,960
City Building Maintenance	-	92,935	-	92,935	95,444	(2,509)	-
Elections and Registrations	-	14,600	-	14,600	11,384	3,216	-
Agency Transactions	-	936,400	21,962	958,362	1,051,188	(92,826)	-
Boathouse	-	19,000	-	19,000	25,266	(6,266)	-
Planning Department	-	230,521	-	230,521	215,716	14,805	-
Total General Government	9,599	1,942,532	21,962	1,974,093	2,017,837	(47,704)	3,960
Protection							
Fire Department	-	172,960	39,000	211,960	218,763	(10,803)	4,000
Police Department	-	933,472	3,000	936,472	904,700	25,186	6,586
Street Lighting	-	87,800	1,025	88,825	89,357	(532)	-
Hydrants	-	385,000	-	385,000	384,144	856	-
Animal Control	-	23,739	-	23,739	11,047	12,692	-
Municipal Insurance	-	221,940	-	221,940	202,896	19,044	-
Ambulance Department	3,081	432,995	105,984	542,060	535,555	2,220	4,285
Crossing Guards	-	16,358	-	16,358	15,901	457	-
Cable Television	2,500	32,900	3,660	39,060	33,810	5,250	-
Total Protection	5,581	2,307,164	152,669	2,465,414	2,396,173	54,370	14,871
Public Works							
Highway Department	-	1,151,055	27,218	1,178,273	1,247,054	(72,281)	3,500
Sidewalk Maintenance	8,676	25,000	-	33,676	25,697	(271)	8,250
Recycling/Transfer Station	-	306,073	-	306,073	294,888	11,185	-
Road Construction/Paving	5,619	380,000	-	385,619	383,535	2,084	-
Tree Program	11,000	10,500	-	21,500	9,800	11,700	-
Total Public Works	25,295	1,872,628	27,218	1,925,141	1,960,974	(47,583)	11,750

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Department Operations - General Fund
For the Year Ended June 30, 2014

	Balance 7/1/13	Approp.	Transfers	Total Available	Expended	(Over) Under Expended Lapsed To Surplus	Carried
<u>Social Services</u>							
General Assistance	-	55,000	-	55,000	23,496	31,504	-
Welfare Director	-	17,912	-	17,912	17,999	(87)	-
Outside Agencies	-	149,380	-	149,380	149,380	-	-
Total Social Services	-	222,292	-	222,292	190,875	31,417	-
<u>Parks and Recreation</u>							
	-	213,975	-	213,975	213,399	576	-
<u>Library</u>							
	-	446,155	-	446,155	439,821	6,334	-
<u>Cemeteries</u>							
	-	101,244	5,559	106,803	97,440	9,363	-
<u>Education - MSAD 34</u>							
	-	9,160,661	-	9,160,661	9,160,661	-	-
<u>Special Assessments</u>							
County Tax	-	1,420,463	-	1,420,463	1,420,463	-	-
<u>Debt Service</u>							
Notes and Interest	-	382,590	-	382,590	357,819	24,771	-
<u>Unclassified</u>							
Airport	-	11,000	-	11,000	14,877	(3,877)	-
Promotional Activities	-	73,815	-	73,815	73,765	50	-
State Law Enforcement Agency	-	60,000	-	60,000	55,238	4,762	-
Harbor	-	126,482	-	126,482	121,562	4,920	-
Planning and Zoning	-	11,700	-	11,700	6,878	522	4,300
MMA Dues	-	7,175	-	7,175	7,174	1	-
Economic Dev. Director	-	69,860	-	69,860	68,702	1,158	-
EMA Director	-	2,000	-	2,000	2,000	-	-
Contingency Operating	-	100	-	100	-	100	-
4 Total Unclassified	-	362,132	-	362,132	350,196	7,636	4,300

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Department Operations - General Fund
For the Year Ended June 30, 2014

	Balance 7/1/13	Approp.	Transfers	Total Available	Expended	(Over) Under Expended	
						To Surplus	Carried
Reserves - Capital							
Manager's Office Equipment	-	500	-	500	500	-	-
Finance Office Equipment	-	1,000	-	1,000	1,000	-	-
Assessing Office Equipment	-	500	-	500	500	-	-
City Clerk Office Equipment	-	500	-	500	500	-	-
Boathouse Improvements	-	2,000	-	2,000	2,000	-	-
Fire Equipment	-	60,000	-	60,000	60,000	-	-
Police Equipment	-	2,000	-	2,000	2,000	-	-
Cable Television Equipment	-	5,000	-	5,000	5,000	-	-
Ambulance Capital	-	56,482	-	56,482	56,482	-	-
Public Works Equipment	-	10,000	-	10,000	10,000	-	-
Culvert Capital	-	5,000	-	5,000	5,000	-	-
Footbridge Capital	-	5,000	-	5,000	5,000	-	-
Park & Recreation Equip.	-	2,000	-	2,000	2,000	-	-
Cemetery Equipment	-	3,000	-	3,000	3,000	-	-
Cemetery Maintenance	-	3,000	-	3,000	3,000	-	-
Airport Runway Cap	-	2,000	-	2,000	2,000	-	-
Airport Maintenance Cap	-	2,000	-	2,000	2,000	-	-
Planning Equipment Cap	-	1,000	-	1,000	1,000	-	-
Total Reserves - Capital	-	160,982	-	160,982	160,982	-	-
Capital Projects							
Remodel City Clock	-	24,000	-	24,000	24,000	-	-
Police Academy Training	-	15,000	-	15,000	15,000	-	-
Police Electric Shooter	-	7,500	-	7,500	7,500	-	-
Library Weatherization	-	25,000	-	25,000	25,000	-	-
Planning Consultant	-	15,000	-	15,000	15,000	-	-
Parks Capital Reserve	-	16,075	-	16,075	16,075	-	-
Communication Improvements	-	13,000	-	13,000	13,000	-	-
Hiking/Biking Engineer	-	7,000	-	7,000	7,000	-	-
Transfer Station Office Improv.	-	2,425	-	2,425	2,425	-	-
Total Capital Projects	-	125,000	-	125,000	125,000	-	-
Totals	\$ 40,475	\$ 18,717,818	\$ 207,408	\$ 18,965,701	\$ 18,891,640	\$ 39,180	\$ 34,881

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Capital Projects Fund
For the Year Ended June 30, 2014

	Balance 07/01/13	A		D		D		D		E		D		U		C		Balance 6/30/14
		Investment Income	\$	Other Receipts	\$	In	Out	TRANSFERS In	Out	Expenditures	\$							
<u>Capital Reserves</u>																		
Communication Equipment	\$ 3,571	8	\$ -	-	\$ -	-	-	-	-	-	-	-	-	-	-	-	-	\$ 3,579
Ambulance Assessment	120,933	183	-	-	-	56,482	-	-	105,984	-	-	-	-	-	-	-	-	71,614
Cemeteries - Land Development	881	2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	883
- Equipment	7,842	21	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,863
- Maintenance	7,142	15	-	-	-	3,000	-	-	-	-	-	-	-	-	-	-	-	10,157
Personnel Reserve	16,811	35	-	-	-	3,000	-	-	5,559	-	-	-	-	-	-	-	-	14,287
Downtown Development	46,033	80	-	-	-	-	-	-	21,962	-	-	-	-	-	-	-	-	24,151
Fire Equipment	75	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	75
Harbor Improvement	129,766	242	-	-	-	60,000	-	-	39,000	-	-	-	-	-	-	-	-	151,008
Highway - Highway Equipment	18,641	17	-	-	-	49,419	-	-	21,919	-	-	-	-	-	-	-	-	46,158
- Road Construction	200,063	422	-	-	-	13,010	-	-	-	-	-	-	-	-	-	-	-	213,495
- Culvert	44,909	94	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45,003
Police Equipment	21,961	49	-	-	-	5,000	-	-	-	-	-	-	-	-	-	-	-	27,010
Recreation - City Park	22,390	48	-	-	-	2,000	-	-	-	-	-	-	-	-	-	-	-	24,438
- George Black	86,603	169	-	-	-	8,985	-	-	8,757	-	-	-	-	-	-	-	-	87,000
Ruth Greenlaw	4,070	11	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,081
Footbridge Capital	370	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	370
Transfer Station Equipment	41,140	84	-	-	-	5,000	-	-	-	-	-	-	-	-	-	-	-	46,224
Airport	10,290	27	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,317
Airport Maintenance	116,357	256	-	-	-	-	-	-	1,000	-	-	-	-	-	-	-	-	115,613
Planning Equipment	6,614	14	-	-	-	2,000	-	-	-	-	-	-	-	-	-	-	-	8,628
Waterfront/Thompson Wharf	10,638	24	-	-	-	1,000	-	-	-	-	-	-	-	-	-	-	-	11,662
Ambulance Train. & Dev.	69,761	134	-	-	-	6,521	-	-	69,895	-	-	-	-	-	-	-	-	6,521
Cable TV Equipment	2,285	5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,290
City Clerk Office Equipment	1,900	5	-	-	-	5,000	-	-	-	-	-	-	-	-	-	-	-	6,905
Assessing Office Equipment	3,404	7	-	-	-	500	-	-	-	-	-	-	-	-	-	-	-	3,911
Finance Office Equipment	1,525	3	-	-	-	500	-	-	-	-	-	-	-	-	-	-	-	2,028
	4,412	9	-	-	-	1,000	-	-	-	-	-	-	-	-	-	-	-	5,421

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Capital Projects Fund
For the Year Ended June 30, 2014

	Balance 7/01/13	A		D		D		D		D		Balance 6/30/14
		Investment Income		Other Receipts		TRANSFERS In	Out	EXPENDITURES				
<u>Capital Reserves (cont'd)</u>												
City Manager Equipment	509	1	-	-	-	500	-	-	-	-	-	1,010
Boathouse Maintenance	7,500	9	-	-	-	2,000	-	2,950	-	-	-	6,559
Park Equipment	(3,348)	(22)	-	-	-	2,000	-	-	-	-	-	(1,370)
Future Land Purchase	20,777	42	-	-	-	-	-	-	-	-	-	20,819
Fuel Price	10,090	20	-	-	-	-	-	-	-	-	-	10,110
Sidewalk Capital	23,916	49	-	-	-	-	-	-	-	-	-	23,965
Total Capital Reserves	1,059,831	2,063	-	-	-	226,917	-	277,026	-	-	-	1,011,785
<u>Capital Improvements</u>												
Records Restoration	2,318	-	-	-	-	-	-	-	-	-	-	18
CDBG Housing Grant	6,010	-	-	-	-	-	-	11	-	-	-	289
City Hall - Municipal Building	5,276	-	-	-	-	-	-	-	-	-	-	5,091
Aerial Photographs	16	-	-	-	-	-	-	-	-	-	-	16
Solid Waste - Landfill Closing	55,816	-	-	-	-	-	-	-	-	-	-	55,816
Transfer Station -- Recycle	-	-	-	2,363	-	-	-	-	-	-	-	-
Transfer Station Project	(11)	-	-	-	-	11	-	-	-	-	-	-
Efficiency Audit Grant	2,800	-	-	-	-	-	-	-	-	-	-	2,800
Small Comm. Grants-Septic	2,561	-	-	-	-	-	-	-	-	-	-	2,561
Remodel DWNS	-	-	-	-	-	24,000	-	-	-	-	-	24,000
Police Forfeiture	80	-	-	-	-	-	-	-	-	-	-	80
Belfast Commons	15,000	-	-	-	-	-	-	-	-	-	-	15,000
Front Street Drainage	(15,650)	-	-	-	-	-	-	-	-	-	-	(15,650)
Police Academy	-	-	-	-	-	15,000	-	-	-	-	-	12,500
Belfast Commons	20,000	-	-	-	-	-	-	-	-	-	-	20,000
Energy Initiatives	4,703	-	-	-	-	-	-	-	-	-	-	4,703
Cable TV	(233)	-	-	814	-	233	-	-	-	-	-	-
City Hall Copiers	(363)	-	-	-	-	-	-	-	-	-	-	(363)
Sec. Cameras -Har Walk	8,000	-	-	-	-	-	-	-	-	-	-	8,000
Tot Lot Replacement	2,837	-	-	-	-	-	-	-	-	-	-	2,837
Rangeway Development	6,207	-	-	-	-	-	-	-	-	-	-	6,207
Police Bike	-	-	-	-	-	7,500	-	-	-	-	-	4,200
Climate Pro	325	-	-	-	-	-	-	-	-	-	-	325

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Capital Projects Fund
For the Year Ended June 30, 2014

	Balance 7/01/13	A		D		D		D		E		U		Balance 6/30/14
		Investment Income	Other Receipts	TRANSFERS In	TRANSFERS Out	Expenditures	Expenditures	Expenditures	Expenditures					
<u>Capital Improvements (cont'd)</u>														
TA CDBG Funds	2,756	-	-	-	-	-	-	-	-	-	-	-	-	2,756
Downtown Waterfront TIF	84,592	-	-	214,897	5,816	-	-	86,759	-	-	-	-	-	206,914
Lib Weather	-	-	-	25,000	-	-	-	760	-	-	-	-	-	24,240
Sidewalks	60,440	-	-	-	-	-	-	1,347	-	-	-	-	-	59,093
PL Consultant	-	-	-	15,000	-	-	-	-	-	-	-	-	-	15,000
PW Site Search Evaluation	12,000	-	-	-	-	-	-	-	-	-	-	-	-	12,000
Waterfront Walkway	(2,852)	-	-	-	-	-	-	-	-	-	-	-	-	(2,852)
Comp Plan Consultant	6,969	-	-	-	-	-	-	4,798	-	-	-	-	-	2,171
Rte 1 Walk/Bike Cross	25,240	-	-	-	16,209	-	-	9,031	-	-	-	-	-	-
Harbor Restrooms	1,319	-	-	-	-	-	-	-	-	-	-	-	-	1,319
Supervisory Train/Comp Study	2,381	-	-	-	-	-	-	1,361	-	-	-	-	-	1,020
Parks Cap Reserve	-	-	8,985	16,075	-	-	-	25,060	-	-	-	-	-	-
Comm. Development Plan	(5,816)	-	-	5,816	-	-	-	-	-	-	-	-	-	-
Park Playground Equipment	3,000	-	-	-	-	-	-	-	-	-	-	-	-	3,000
Swan Lake Ave Sidewalks	10,000	-	-	-	-	-	-	-	-	-	-	-	-	10,000
Steamboat landing Fencing	6,395	-	-	-	-	-	-	-	-	-	-	-	-	6,395
Waterfront Master Plan	22,017	-	-	-	-	-	-	9,846	-	-	-	-	-	12,171
Coastal Walkway	(4,056)	-	-	-	-	-	-	-	-	-	-	-	-	(4,056)
Health Waldo	334	-	-	-	-	-	-	-	-	-	-	-	-	334
Comm Impr	-	-	-	13,000	-	-	-	11,394	-	-	-	-	-	1,606
Wakeag Land	199,627	-	-	-	74,798	-	-	-	-	-	-	-	-	124,829
Sidewalks	3,636	-	-	-	-	-	-	1,919	-	-	-	-	-	1,717
Hiking/Biking	-	-	-	7,000	-	-	-	3,400	-	-	-	-	-	3,600
GIS Programs	13,159	-	-	-	-	-	-	-	-	-	-	-	-	13,159
Planning Consult - Rte 3	444	-	-	-	-	-	-	-	-	-	-	-	-	444
T.S. Office	-	-	-	2,425	-	-	-	-	-	-	-	-	-	2,425
Town Clock	14,600	-	-	-	-	-	-	10,690	-	-	-	-	-	3,910
Block Building Repairs	3,804	-	-	-	-	-	-	-	-	-	-	-	-	3,804
Harbor Project	-	-	-	-	-	-	-	1,500	-	-	-	-	-	(1,500)

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Capital Projects Fund
For the Year Ended June 30, 2014

	Balance 7/01/13	A		D		D		D		E		D		U		C		T		Balance 6/30/14
		Investment Income	Other Receipts	TRANSFERS In	TRANSFERS Out	Expenditures														
<u>Capital Improvements (cont'd)</u>																				
Police Dept Phone System	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000
Please Be Seated Sign	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000
Leadership	(373)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(373)
Computer Server	(1,068)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,068)
Boathouse Improvements	8,013	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,815
Northport Avenue	65	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	65
Brownsfield	-	-	79,382	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,853)
Police Station Weatherization	1,688	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,688
Community Grant	(863)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(863)
Brownsfield	(7,440)	-	48,846	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(6,762)
Chapel Project	45	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	45
Rails/Trails	5,830	-	-	-	-	-	-	16,209	-	-	-	-	-	-	-	-	-	-	-	(6,204)
RSU Withdrawal	26,632	-	-	-	-	-	-	25,000	-	-	-	-	-	-	-	-	-	-	-	20,212
Wakeag Land	(121,553)	-	-	-	-	-	-	74,798	-	-	-	-	-	-	-	-	-	-	-	-
Airport Land	-	-	-	-	-	-	-	2,000	-	-	-	-	-	-	-	-	-	-	-	3,000
Passy Trail	(21,228)	-	29,198	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,351
CTG Grant	-	-	500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	500
Harbor Walk	284,187	-	551,555	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,736)
Marshall Wharf	4,609	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,609
T.S. Improvements	3,143	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,644
Ice Skating	(400)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(400)
Agric. Grant	(390)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(390)

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
Schedule of Revenues, Expenditures, and
Changes in Fund Balance - Capital Projects Fund
For the Year Ended June 30, 2014

	Balance 7/01/13	A				D		D		TRANSFERS		D E D U C T			Balance 6/30/14
		Investment Income	D Other Receipts	D Receipts	D Receipts	In	Out	Expenditures	Expenditures	Expenditures	Expenditures	Expenditures	Expenditures		
														Income	
<u>Capital Improvements (cont'd)</u>															
Rte. 1 and Rte. 141	(21,881)	-	-	-	-	-	-	-	-	-	-	2,884	-	(24,765)	
CDBG Front St. Ship.	(144)	-	-	-	-	-	-	-	-	-	-	-	-	(144)	
EPA Browns	-	-	-	-	-	-	-	-	-	-	-	343	-	(343)	
ME Downtown Ctr.	(112)	-	75,000	-	-	-	-	-	-	-	-	100,000	-	(25,112)	
CDBG Micro	(80)	-	50,570	-	-	-	-	-	-	-	-	61,541	-	(11,051)	
Bike Maine	1,000	-	1,000	-	-	-	-	-	-	-	-	-	-	2,000	
Front St. Reconstruction	(3,150)	-	-	-	-	-	-	-	-	-	-	14,677	-	(17,827)	
CDBG Downtown	(18,709)	-	27,546	-	-	-	-	-	-	-	-	80,886	-	(72,049)	
Park Improvement	(5,775)	-	8,757	-	-	-	-	-	-	-	-	2,982	-	-	
Total Capital Improvements	717,727	-	935,381	-	463,964	96,834	-	1,520,320	-	-	-	1,520,320	-	499,918	
Totals	1,777,558	2,063	935,381	690,881	373,860	-	-	1,520,320	-	-	-	1,520,320	-	1,511,703	

The notes to the financial statements are an integral part of this statement.

City of Belfast, Maine
 Schedule of Valuation and Assessment
 For the Year Ended June 30, 2014

Valuation	
Real Estate	\$ 678,232,400
Personal Property	27,536,400
Total Valuation	<u>\$ 705,768,800</u>
Assessment	
Valuation x Rate = \$705,768,800 X .02080	\$ 14,679,991
Supplements	1,072
Abatements & TIF Financing	<u>(126,164)</u>
Property Tax Revenue Actual	14,554,899
Add Deferred Property Taxes - Prior Year	317,842
Less Deferred Property Taxes - Current Year	<u>(183,309)</u>
Property Tax Revenue Recognized	<u>\$ 14,689,432</u>

City of Belfast, Maine
 Schedule of Activity on Special Purpose Accounts
 For the Year Ended June 30, 2014

Account Name	Balances 7-01-13	Receipts	Expended	Balances 6-30-14
Future Land Acquisition	\$ 22,170	\$ -	\$ -	\$ 22,170
Belfast Dev Corp/Econ Dev	25,776	-	5,000	20,776
Road Opening Account	20,463	-	-	20,463
Sesquicentennial Receipts	3,830	-	-	3,830
Property Tax Relief Program	2,268	-	-	2,268
Rte. 3 Road Improv. Impact	7,000	-	-	7,000
ENK Fund	95,148	31,267	175,000	(48,585)
Thomas Wharf/Paddle Dock	(816)	-	-	(816)
Parks & Rec. Bus Service	(4,797)	-	-	(4,797)
Boathouse Key Deposit	60	775	360	475
Jaws of Life	1,529	3,117	-	4,646
Sale/Industrial Park Prop.	174,493	25,000	-	199,493
Park Pavillian	263	-	-	263
Harbor Gasoline	30,585	75,947	75,798	30,734
Harbor Diesel	14,355	106,682	98,594	22,443
Waterfront Heritage Park	72,732	2,587	-	75,319
Playground Impr. Group	246	-	-	246
City Park Donations	5,843	1,487	2,159	5,843
Poet Laureate	809	-	-	137
City of Belfast Bridge Fund	(2,780)	-	-	(2,780)
Planning Dept. Escrow	2,000	-	-	2,000
Bridge Plaque	500	-	-	500
Belfast Area Youth Council	69	-	-	69
Police Evidence Account	(2,266)	-	-	(2,266)
Cemetery Donations	650	-	-	650
Police Memorial Fund	-	1,340	1,320	20
Rail Trail Trust Account	-	54,446	43,256	11,190
Worthy Poor	-	-	5,127	(5,127)
Good Cause Program	(120)	4,319	4,319	(120)
Totals	<u>\$ 470,010</u>	<u>\$ 306,967</u>	<u>\$ 410,933</u>	<u>\$ 366,044</u>