

TOWN OF HOLDEN, MAINE
INDEPENDENT AUDITORS' REPORT AND
FINANCIAL STATEMENTS

JUNE 30, 2018

TABLE OF CONTENTS

	Statement	Page
Independent Auditors’ Report		3-4
Management’s Discussion and Analysis		5-6
Basic Financial Statements		
<i>Government-wide Financial Statements:</i>		
Statement of Net Position	1	7
Statement of Activities	2	8
<i>Fund Financial Statements:</i>		
Balance Sheet – Governmental Funds	3	9
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	4	10-11
Notes to Financial Statements		12-24
Required Supplemental Information	Schedule	
Schedule of Employer’s Pension Contributions and Employer’s Share of Net Pension Liability		25-26
Budgetary Comparison Schedule	A	27
Other Supplemental Information		
Combining Balance Sheet – All Other Non-Major Funds	B	28
Statement of Revenues, Expenditures and Changes in Fund Balance – All Other Non-Major Funds	C	29
Schedule of Property Valuation, Assessments and Appropriations – General Fund	D	30
Schedule of Taxes Receivable	E	31

Maine Municipal Audit Services, PA

Mindy J. Cyr, CPA

Independent Auditors' Report

To the Town Council
Town of Holden
Holden, Maine

We have audited the accompanying financial statements of the governmental activities and the aggregate remaining fund information of Town of Holden, Maine, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

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

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

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

OPINION

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the aggregate remaining fund information of the Town of Holden, Maine, as of June 30, 2018, and the respective changes in financial position in accordance with accounting principles generally accepted in the United States of America.

OTHER MATTERS

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on page 5-6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information on page 25 is required by accounting principles generally accepted in the United States of America. This information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. The budgetary comparison schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements.

Other Information

The other supplemental information section is the responsibility of management and the schedules were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit to the basic financial statements. In our opinion, the other supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Maine Municipal Audit Services, PA

Levant, Maine
September 17, 2018

Town of Holden
Management's Discussion and Analysis
Fiscal Year ending June 30, 2018

www.holdenmaine.com

Management of the Town of Holden offers this management's discussion and analysis report that will provide information that should be used in conjunction with the outside audit report for fiscal year ending June 30, 2018.

Overview of the Financial Statements:

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

Government-wide Financial Statements:

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

Fund Financial Statements:

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

Notes to the Financial Statements:

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

Government Wide Financial Analysis:

The audit report shows that the Town increased our net position by \$102,357.62 for the year ending June 30, 2018. Ending Net Position is \$6,066,218.87. The Town has long-term debt outstanding of \$1,160,991.70.

Town of Holden
Management's Discussion and Analysis
Fiscal Year ending June 30, 2018

www.holdenmaine.com

Differences between the original and final budget for the general fund are typically caused by the usage of assigned and unassigned fund balances along with applied revenues.

All Town departments finished the year under budget. The general fund actual revenues totaled \$5,865,400.00, with actual expenditures totaling \$6,245,282.00.

Contacting the Town's Management:

If you have any questions about this report or need additional financial information, contact the Town Office at 570 Main Road, Holden, Maine 04429.

Town of Holden, Maine
Statement of Net Position
June 30, 2018

		Total Governmental Activities
<hr/>		
ASSETS:		
<i>Current assets:</i>		
Cash and cash equivalents	\$ 1,829,869.95	
Investments	818,465.43	
Accounts receivable	42,229.55	
Inventory	14,880.00	
Tax acquired property	4,081.76	
Taxes receivable	645.64	
Tax liens receivable	<u>136,235.40</u>	
<i>Total current assets</i>		\$ 2,846,407.73
<i>Non-current assets:</i>		
Capital assets, net of accumulated depreciation	<u>4,707,558.28</u>	
<i>Total non-current assets</i>		<u>4,707,558.28</u>
TOTAL ASSETS		7,553,966.01
DEFERRED OUTFLOWS OF RESOURCES:		
Defined benefit pension plan	<u>120,031.00</u>	
TOTAL DEFERRED OUTFLOWS OF RESOURCES		<u>120,031.00</u>
		<u>\$ 7,673,997.01</u>
LIABILITIES:		
<i>Current liabilities:</i>		
Accounts payable	\$ 34,222.63	
Accrued liabilities	19,721.63	
Accrued interest payable	6,604.09	
Current portion of long-term debt	<u>158,445.84</u>	
<i>Total current liabilities</i>		\$ 218,994.19
<i>Non-current liabilities:</i>		
Non-current portion of long-term debt:		
Bonds payable	1,002,545.86	
Accrued compensated absences	49,410.55	
Net pension liability	<u>218,881.00</u>	
<i>Total non-current liabilities</i>		<u>1,270,837.41</u>
TOTAL LIABILITIES		1,489,831.60
DEFERRED INFLOWS OF RESOURCES:		
Prepaid property taxes	17,855.54	
Defined benefit pension plan	<u>100,091.00</u>	
TOTAL DEFERRED INFLOWS OF RESOURCES		117,946.54
NET POSITION:		
Invested in capital assets, net of related debt	3,546,566.58	
Restricted	63,145.92	
Unrestricted	<u>2,456,506.37</u>	
TOTAL NET POSITION		<u>6,066,218.87</u>
		<u>\$ 7,673,997.01</u>

The accompanying notes are an integral part of these statements.

Town of Holden, Maine
Statement of Activities
For the Year Ended June 30, 2018

	Program Revenues				Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Total
<i>Governmental activities:</i>						
General government	\$ 146,768.35	\$ 18,838.50	\$ -	\$ -	\$ (127,929.85)	\$ (127,929.85)
Administration	367,574.83	-	-	-	(367,574.83)	(367,574.83)
Police protection	385,450.88	-	-	-	(385,450.88)	(385,450.88)
Fire protection	454,357.19	-	-	-	(454,357.19)	(454,357.19)
Animal control	6,923.91	-	-	-	(6,923.91)	(6,923.91)
Sanitation	154,951.90	82,823.00	-	-	(72,128.90)	(72,128.90)
Public works	432,765.72	-	34,828.00	-	(397,937.72)	(397,937.72)
Health and welfare	5,169.68	-	1,263.43	-	(3,906.25)	(3,906.25)
Education	2,817,083.40	-	-	-	(2,817,083.40)	(2,817,083.40)
County tax	379,100.54	-	-	-	(379,100.54)	(379,100.54)
Other	217,369.88	-	-	12,402.64	(204,967.24)	(204,967.24)
Interest on long-term debt	51,339.95	-	-	-	(51,339.95)	(51,339.95)
Depreciation	312,166.39	-	-	-	(312,166.39)	(312,166.39)
<i>Total governmental activities</i>	<i>\$ 5,731,022.62</i>	<i>\$ 101,661.50</i>	<i>\$ 36,091.43</i>	<i>\$ 12,402.64</i>	<i>(5,580,867.05)</i>	<i>(5,580,867.05)</i>
<i>General revenues:</i>						
Property taxes, levied for general purposes					4,452,852.40	4,452,852.40
Excise taxes					762,282.93	762,282.93
Interest and lien fees					24,935.87	24,935.87
Licenses and permits					34,261.50	34,261.50
<i>Grants and contributions not restricted to specific programs:</i>						
State revenue sharing					147,350.36	147,350.36
Other					152,671.30	152,671.30
Unrestricted investment earnings					10,143.43	10,143.43
Unrealized gain (loss) on investments					(23,322.10)	(23,322.10)
Miscellaneous revenues					122,048.98	122,048.98
<i>Total general revenues and transfers</i>					<i>5,683,224.67</i>	<i>5,683,224.67</i>
<i>Changes in net position</i>					<i>102,357.62</i>	<i>102,357.62</i>
NET POSITION - BEGINNING					5,963,861.25	5,963,861.25
NET POSITION - ENDING				\$	6,066,218.87	\$ 6,066,218.87

The accompanying notes are an integral part of these statements.

**Town of Holden, Maine
Balance Sheet
Governmental Funds
June 30, 2018 and 2017**

	General Fund	Other Governmental Funds	2018 Total Governmental Funds	2017 Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,829,869.95	\$ -	\$ 1,829,869.95	\$ 1,838,900.29
Investments	818,465.43	-	818,465.43	804,946.13
Accounts receivable	40,268.62	1,960.93	42,229.55	28,875.09
Due from other funds	1,960.93	48,265.92	50,226.85	47,647.99
Inventory	14,880.00	-	14,880.00	15,519.00
Prepaid asset - Fire truck down payment	-	-	-	100,000.00
Tax acquired property	4,081.76	-	4,081.76	4,081.76
Taxes receivable	645.64	-	645.64	-
Tax liens receivable	136,235.40	-	136,235.40	159,267.88
TOTAL ASSETS	\$ 2,846,407.73	\$ 50,226.85	\$ 2,896,634.58	\$ 2,999,238.14
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts payable	\$ 34,222.63	\$ -	\$ 34,222.63	\$ 28,941.20
Due to other funds	48,265.92	1,960.93	50,226.85	47,647.99
Accrued liabilities	19,721.63	-	19,721.63	16,303.50
<i>Total liabilities</i>	102,210.18	1,960.93	104,171.11	92,892.69
<i>Deferred inflows of resources:</i>				
Prepaid property taxes	17,855.54	-	17,855.54	7,433.47
Deferred property tax revenue	109,500.00	-	109,500.00	130,600.00
<i>Total deferred inflows of resources</i>	127,355.54	-	127,355.54	138,033.47
<i>Fund balances:</i>				
Non-spendable	14,880.00	-	14,880.00	15,519.00
Restricted	-	48,265.92	48,265.92	47,647.99
Assigned	655,242.27	-	655,242.27	641,060.51
Unassigned	1,946,719.74	-	1,946,719.74	2,064,084.48
<i>Total fund balances</i>	2,616,842.01	48,265.92	2,665,107.93	2,768,311.98
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 2,846,407.73	\$ 50,226.85	\$ 2,896,634.58	\$ 2,999,238.14

Amounts reported for governmental activities in the statement of net position (Stmt. 1) are different because:

Depreciable and non-depreciable capital assets as reported in Stmt. 1	4,707,558.28
Long-term liabilities, including bonds payable, as reported on Stmt. 1	(1,160,991.70)
Accrued interest on long-term debt as reported on Statement 1	(6,604.09)
Net pension liability, as reported on Stmt. 1	(218,881.00)
Deferred outflows related to pension plans	120,031.00
Deferred inflows related to pension plans	(100,091.00)
Accrued compensated absences	(49,410.55)
Deferred property taxes not reported on Stmt. 1	109,500.00

NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 6,066,218.87**

The accompanying notes are an integral part of these statements.

Town of Holden, Maine
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Years Ended June 30, 2018 and June 30, 2017

	General Fund	Other Governmental Funds	2018 Total Governmental Funds	2017 Total Governmental Funds
REVENUES:				
Property taxes	\$ 4,473,952.40	\$ -	\$ 4,473,952.40	\$ 4,398,929.21
Excise taxes	762,282.93	-	762,282.93	757,840.63
Intergovernmental revenue	336,113.09	12,402.64	348,515.73	376,209.10
Charges for services	101,661.50	-	101,661.50	20,540.80
Investment income	10,143.43	-	10,143.43	10,718.13
Interest and lien fees	24,935.87	-	24,935.87	20,832.32
Licenses and permits	34,261.50	-	34,261.50	38,988.20
Other revenue	122,048.98	-	122,048.98	167,444.38
<i>Total revenues</i>	5,865,399.70	12,402.64	5,877,802.34	5,791,502.77
EXPENDITURES:				
General government	129,808.35	-	129,808.35	119,286.89
Administration	362,130.30	-	362,130.30	344,075.35
Police protection	385,450.88	-	385,450.88	334,226.45
Fire protection	854,357.19	-	854,357.19	425,694.21
Animal control	6,923.91	-	6,923.91	6,802.36
Sanitation	154,951.90	-	154,951.90	157,994.28
Public works	729,018.72	-	729,018.72	693,768.46
Health and welfare	5,169.68	-	5,169.68	16,995.02
Education	2,817,083.40	-	2,817,083.40	2,742,141.60
County tax	379,100.54	-	379,100.54	352,939.79
Debt service	210,968.54	-	210,968.54	222,259.06
Grant expenditures	-	12,402.64	12,402.64	82,657.67
Reserve accounts	210,318.24	-	210,318.24	93,856.65
<i>Total expenditures</i>	6,245,281.65	12,402.64	6,257,684.29	5,592,697.79
<i>Excess (deficiency) of revenues over expenditures</i>	(379,881.95)	-	(379,881.95)	198,804.98
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	617.93	617.93	585.00
Operating transfers (out)	(617.93)	-	(617.93)	(585.00)
Issuance of long-term debt	300,000.00	-	300,000.00	-
Unrealized gain (loss) on investments	(23,322.10)	-	(23,322.10)	(11,103.13)
<i>Total other financing sources (uses)</i>	276,059.97	617.93	276,677.90	(11,103.13)
<i>Net change in fund balances</i>	(103,821.98)	617.93	(103,204.05)	187,701.85
FUND BALANCES - BEGINNING	2,720,663.99	47,647.99	2,768,311.98	2,583,211.55
FUND BALANCES - ENDING	\$ 2,616,842.01	\$ 48,265.92	\$ 2,665,107.93	\$ 2,770,913.40

The accompanying notes are an integral part of these statements.

Town of Holden, Maine
**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2018**

Net change in fund balances - total governmental funds (Stmt. 4)	\$	(103,204.05)
<p>Amounts reported for governmental activities in the Statement of Activities (Stmt. 2) are different due to the following items:</p>		
Depreciation expense recorded on Statement of Activities, yet not required to be recorded as expenditures on governmental funds		(312,166.39)
Capital outlays expensed on the Governmental Funds report (Stmt. 4), yet not considered an expense for the purposes of Statement of Activities (Stmt. 2)		845,388.00
Issuance of long-term debt recognized as revenue on the Governmental Funds report (Stmt. 4), yet not considered a revenue for the purposes of the Statement of Activities (Stmt. 2)		(300,000.00)
Revenues in the Statement of Activities (Stmt. 2) that do not provide current financial resources are not reported as revenues in the funds. More specifically, this amount represents the change in deferred property taxes.		(21,100.00)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. More specifically, this represents the net amount of principal reduction in debt service made during the fiscal year.		159,293.37
Change in accrued compensated absences		(5,444.53)
Expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Specifically, this represents the change in deferred pension liability and changes in deferred inflows/outflows related to pensions		(16,960.00)
Disposals of capital assets		(143,784.00)
Change in accrued interest expense		335.22
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Changes in net position of governmental activities (see Stmt. 2)	\$	102,357.62

The accompanying notes are an integral part of these statements.

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Holden, Maine (the Town) was incorporated on April 13, 1852. The Town operates under a town council – town manager form of government and is incorporated under the laws of the State of Maine.

The accounting policies of the Town conform to U.S. generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

In evaluating how to define the Town for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth in GASB Statement No. 14 *The Financial Reporting Entity* as amended by GASB Statement No. 39. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. Based on the criteria, it was determined that no other entities should be included in the Town’s financial statements.

B. Basis of Presentation

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

Government-Wide Financial Statements

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

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

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

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

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

C. Measurement Focus and Basis of Accounting

Governmental Fund Types

General Fund – The general fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Fund – Special revenue funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for a specified purpose.

Permanent Fund – This fund is used to account for financial resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the governmental programs. A permanent fund would be used, for example, to account for the perpetual care endowment of a municipal cemetery.

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

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

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

D. Budgets and Budgetary Accounting

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

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

Cash and Cash Equivalents

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

Interfund Receivables and Payables

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

Capital Assets and Depreciation

Capital assets, which include property, plant, equipment and infrastructure assets (roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Town defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical costs or estimated historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20-40
Infrastructure	30-50
Machinery and Equipment	3-15

Net Position and Fund Balances

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

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

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

Restricted – Funds that are restricted for use by an external group, the federal government, or other governing documents.

Assigned – Funds intended to be used for specific purposes set by the Town Council.

Unassigned – Funds available for any purpose.

Deferred Revenue

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

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes for the current year were committed on July 13, 2017, on the assessed value listed as of April 1, 2017, for all real and personal property located in the Town. Payment of taxes was due on September 8, 2017 and March 8, 2018, with interest at 7% on all tax bills unpaid as of the due date.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to \$50,430.49 for the year ended June 30, 2018.

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

Risk Management

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

The Town is a member of the Maine Municipal Association – Worker Compensation Trust Fund (“Fund”). The Fund was created to formulate, develop and administer a program of modified self-funding for the Fund’s membership, obtain lower costs for worker compensation coverage and develop a comprehensive loss control program. The Town pays an annual premium to the Fund for its workers compensation coverage. The Town’s agreement with the Fund provides that the Fund will be self-sustaining through member premiums and will provide, through commercial companies reinsurance contracts, individual stop loss coverage for member Towns’ claims in excess of \$400,000, with an excess limit of \$2,000,000.

The Town is a member of the Maine Municipal Association – Property Casualty Pool (“Pool”). The Pool was created to obtain lower rates for its members. The Town pays an annual premium for its property and liability coverage. Under the property coverage portion of the Pool, coverage is provided, after the deductible is met, to \$200,000,000. Under the liability portion of the Pool, coverage is provided, after the deductible is met, to \$1,000,000.

Use of Estimates

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

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

2. DEPOSITS AND INVESTMENTS

Deposits

Custodial credit risk of deposits is the risk that, in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a formal policy with respect to custodial credit risk.

GASB Statement No. 40 directs that deposits be disclosed as exposed to custodial credit risk if they are not covered by depository insurance and the deposits are either uncollateralized or collateralized by securities held by the pledging financial institution's trust department but not in the Town's name. At June 30, 2018, cash deposits had a carrying value of \$1,829,869.95. Of the deposited amounts, \$250,000 per bank was protected by depository insurance with additional protection provided by securities held in the Town's name through the financial institution. Accordingly, the Town was not exposed to custodial credit risk at June 30, 2018.

Investments

The Town's investment policies follow state statutes. At June 30, 2018, the Town had invested funds of \$818,465.43, all of which were US Government Obligations and certificates of deposit through People's United Bank.

3. CAPITAL ASSETS

Governmental activities:	Balance 7/1/17	Additions	Deletions	Balance 6/30/18
Capital assets not being depreciated:				
Land	\$ 762,150.00	\$ -	\$ (140,000.00)	\$ 622,150.00
Capital assets being depreciated:				
Buildings & improvements	1,454,808.00	-	-	1,604,233.00
Equipment	466,770.00	112,132.00	-	578,902.00
Vehicles	1,488,653.00	474,978.00	(70,265.00)	1,893,366.00
Infrastructure	2,144,080.00	258,278.00	-	2,402,358.00
Total capital assets	6,465,886.00	845,388.00	(210,265.00)	7,101,009.00
Less accumulated depreciation				
Buildings/impr.	(629,508.00)	(42,722.00)	-	(672,230.00)
Equipment	(348,301.00)	(55,095.00)	-	(403,396.00)
Vehicles	(631,860.00)	(119,116.00)	66,481.00	(684,495.00)
Infrastructure	(538,096.00)	(95,233.00)	-	(633,329.00)
Total accumulated depreciation	(2,147,765.00)	(312,166.00)	66,481.00	(2,393,450.00)
Total capital assets, net	4,318,121.00	533,222.00	(143,784.00)	4,707,559.00
Governmental activities Capital assets, net	\$ 4,318,121.00	\$ 533,222.00	\$ (143,784.00)	\$ 4,707,559.00

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

3. CAPITAL ASSETS (CONTINUED)

Depreciation expense can be allocated to departments as follows:

Public safety	\$ 98,794.00
Public works	206,561.00
Town wide	<u>6,811.00</u>
	\$ <u>312,166.00</u>

4. LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2018, was as follows:

Description	Balance 7/1/2017	Additions	(Reductions)	Balance 6/30/2018
Governmental activities:				
Camden National Bank, 2.63% dated 10/20/14, payable annually Due 2024	\$ 324,424.80	\$ -	\$ (40,553.10)	\$ 283,871.70
Bond issued 5/27/99, annual payments, varied interest 4.039%-5.289%	653,202.00	-	(39,955.00)	613,247.00
People's United Bank, 2.8%, dated 2010, due monthly until 2019	33,103.27	-	(12,656.08)	20,447.19
Lease purchase agreement. \$300,000 3.041%, due annually through 2022	-	300,000.00	(56,574.19)	243,425.81
People's United Bank, 1.75%, 3-year Dated 9/5/2014, annually	9,555.00	-	(9,555.00)	-
Total	\$ 1,020,285.07	\$ 300,000.00	\$ (159,293.37)	\$ 1,160,991.70

The annual future principal payment requirement for bonds payable outstanding as of June 30, 2018, is as follows:

Year ending June 30,	Governmental Activities
2019	\$ 158,445.84
2020	147,718.67
2021	148,979.27
2022	153,312.62
2023	92,440.10
2024-2028	385,648.20
2029	<u>74,447.00</u>
Total	\$ <u>1,160,991.70</u>

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

5. PENDING LITIGATION

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

6. ASSIGNED BALANCES

The Town Council has the authority to assign amounts for specific future purposes. Approved assigned balances at June 30, 2018 consist of:

Account	Balance 7/1/2017	Total Revenue/ Receipts	Total Appropriations/Uses	Balance 6/30/2018
Fire department	\$ 51,670.42	\$ 85,209.79	\$ (58,298.46)	\$ 78,581.75
Revaluation	433.06	10,093.80	-	10,526.86
Admin department	11,708.61	1,741.38	-	13,449.99
Police department	32,862.10	20,493.91	(39,499.10)	13,856.91
Highway department	186,906.93	72,057.17	(112,132.00)	146,832.10
General reserve	43,619.88	10,936.90	-	54,556.78
Municipal building	146,334.18	22,720.40	(21,407.59)	147,646.99
Conservation/recreation	220.70	2,446.08	-	2,666.78
Economic development	133,800.20	2,612.06	-	136,412.26
Cemetery interest	3,797.36	537.91	(3,797.36)	537.91
Cemetery reserve	24,290.44	23,087.88	(2,776.92)	44,601.40
Holden veteran's memorial	5,416.63	155.93	-	5,572.56
Totals	\$ 641,060.51	\$ 252,093.21	\$ (237,911.43)	\$ 655,242.29

7. EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2018, there were no expenditures that exceeded appropriations for the Town.

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

8. SUBSEQUENT EVENTS

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

9. DEFINED BENEFIT PENSION PLAN

Plan Description

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

Benefits Provided

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

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual rate of interest credited to members' accounts is set by the System's Board of Trustees and is currently 5%.

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

9. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Retirement benefits are funded by contributions from members and employers and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. Member and employer contribution rates are each a percentage of applicable member compensation. Member contribution rates are defined by law or Board rule. The Town's participants contributed 7.8% of their wages to the plan for the fiscal year ended June 30, 2017.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

At June 30, 2018, the Town reported a liability of \$218,881.00 for its proportionate share of the net pension liabilities for the plan. The net pension liabilities were measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to each pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2017, the Town's proportion was 0.053460%, which was a decrease of 0.002977% from its proportion measured as of the prior year.

For the year ended June 30, 2018, the Town recognized pension expense of \$44,361. At June 30, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<i>Deferred outflows of resources</i>	<i>Deferred inflows of resources</i>
Difference between expected and actual experience	\$ -	\$ 10,515.00
Net difference between projected and actual earnings on pension plan investments	75,433.00	81,451.00
Changes of assumptions	18,625.00	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	25,973.00	8,125.00
	\$ 120,031.00	\$ 100,091.00

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

Year Ending June 30,	Amount
2019	\$ 4,503
2020	28,870
2021	1,468
2022	(14,902)

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

9. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Methods and Assumptions

The total pension liability for the Plan was determined by actuarial valuation as of June 30, 2017, using the following assumptions and methods applied to all periods included in the measurement:

Actuarial Cost Method

The entry age normal actuarial funding method is used to figure costs. Using this method, the total employer contribution rate contains two elements – the normal cost rate and the unfunded actuarial liability (UAL) rate.

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

Experience gains (losses) – increases or decreases in liabilities and in assets when actual experience is different from the actuarial assumptions – affect the unfunded actuarial accrued liability.

Asset Valuation Method

The actuarial valuation employs a technique for determining the actuarial value of assets which dampens the swing in the market value. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

Amortization

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

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2017 are as follows:

Investment Rate of Return – 6.875% per annum for the year ended June 30, 2017

Salary Increases, Merit and Inflation – 2.75%-9% for the year ended June 30, 2017

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

9. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Mortality rates were based on the RP2014 Total Dataset Healthy Annuitant Mortality Tables for males and females. For recipients of disability benefits, the RP2014 Total Dataset Disabled Annuitant Mortality Table for males and females was used.

The long-term expected rate of return on pension plan investments was determined using a building-block method where best-estimate ranges of expected future real rates of return are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2017 are summarized below:

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-term Expected Real Rate of Return</i>
US equities	20%	5.7 %
Non-US equities	20	5.5
Private equity	10	7.6
Real assets:		
Real estate	10	5.2
Infrastructure	10	5.3
Hard assets	5	5.0
Fixed income	25	2.9

Discount Rate

The discount rate used to measure the collective pension liability was 6.875% for 2017 and 2016, 7.125% for 2015, and 7.25% for 2014 and 2013. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following table shows how the collective net pension liability/(asset) as of June 30, 2017 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate.

1% Decrease	Current Discount Rate	% Increase
5.875%	6.875%	7.875%
\$ 439,142	\$ 218,881	\$ 53,058

**TOWN OF HOLDEN, MAINE
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

9. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Pension Plan Financial and Actuarial Information

Additional financial information and actuarial information can be found in the Maine PERS 2017 Comprehensive Annual Financial Report available online at www.maineopers.org or by contacting the System at (207) 512-3100.

10. DEFERRED COMPENSATION PLAN

The Town offers full-time employees a deferred compensation plan created in accordance with Internal Revenue Code Section 401 through ICMA Retirement Corporation. The plan permits salary deferral to future years. Participation in the plan is optional. As of June 30, 2018, seven employees were enrolled in the plan. The deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

The Town has amended its plan in accordance with Internal Revenue Section 457(g); therefore, the Town no longer owns the deferred amounts and they have been removed from the Town's financial statements.

Investments are managed by the plan's trustee under one of two investment options or a combination thereof. The choice of investment options is made by the participants.

**TOWN OF HOLDEN, MAINE
SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2018**

Date	Contractually Required Contribution	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
2015	\$ 15,843	\$ 211,245	7.5%
2016	20,159	251,992	8.0%
2017	25,076	313,454	8.0%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**TOWN OF HOLDEN, MAINE
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2018**

	2017	2016	2015
Employer's proportion of the Net Pension Liability (asset)	0.053460%	0.056437%	0.041296%
Employer's proportionate share of the Net Pension Liability (asset)	\$218,881	\$299,867	\$131,750
Employer's Covered Payroll	\$211,245	\$251,992	\$313,454
Employer's proportionate share of the Net Pension Liability (asset) as a percentage of its covered employee payroll	103%	118%	42%
Plan fiduciary net position as a percentage of the total pension liability	86.4%	81.6%	88.3%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

**TOWN OF HOLDEN, MAINE
NOTES TO GASB #68 REQUIRED SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2018**

Valuation Date:

Only fiscal years 2014-2017 are reported. The Town will continue to present information until a full ten-year trend is compiled.

Changes of Benefit Terms include:

There were no benefit changes for the Town employees in the employees' retirement plan.

Changes of Assumptions include:

The discount rate was unchanged at 6.875% and the cost-of-living adjustment increase was changed from 2.75% to 2.20%. The rate of inflation was 2.75%, 2.75% was also used by MainePers in its year ended June 30, 2017.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal.
Amortization method	A level percentage of payroll using a method where a separate twenty-year closed period is established.
Asset valuation method	One-third of the investment return that is different from the actuarial assumption for investment return.
Retirement age	60 or 65, depending on years of creditable service at certain dates.
Mortality	RP2014 Total Dataset Health Annuitant Mortality Table for males and females is used.

Town of Holden, Maine
General Fund
Budgetary Comparison Schedule
For the Year Ended June, 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (negative)
	Original	Final		
REVENUES:				
Property taxes	\$ 4,456,290.30	\$ 4,456,290.30	\$ 4,473,952.40	\$ 17,662.10
Excise taxes	704,000.00	704,000.00	762,282.93	58,282.93
Intergovernmental revenue	321,825.19	321,825.19	336,113.09	14,287.90
Charges for services	94,100.00	94,100.00	101,661.50	7,561.50
Investment income	8,000.00	8,000.00	10,143.43	2,143.43
Interest and lien fees	20,000.00	20,000.00	24,935.87	4,935.87
Licenses and permits	31,800.00	31,800.00	34,261.50	2,461.50
Other revenues	80,900.00	81,050.00	122,048.98	40,998.98
<i>Total revenues</i>	5,716,915.49	5,717,065.49	5,865,399.70	148,334.21
EXPENDITURES:				
General government	173,060.00	173,210.00	129,808.35	43,401.65
Administration	403,200.00	403,200.00	362,130.30	41,069.70
Police protection	422,395.00	422,395.00	385,450.88	36,944.12
Fire protection	486,605.00	886,605.00	854,357.19	32,247.81
Animal control	8,000.00	8,000.00	6,923.91	1,076.09
Sanitation	167,300.00	167,300.00	154,951.90	12,348.10
Public works	755,125.00	755,125.00	729,018.72	26,106.28
Health and welfare	8,000.00	8,000.00	5,169.68	2,830.32
Education	2,817,085.00	2,817,085.00	2,817,083.40	1.60
County tax	379,105.00	379,105.00	379,100.54	4.46
Debt service	211,110.00	211,110.00	210,968.54	141.46
Reserve accounts	224,500.00	865,560.51	210,318.24	655,242.27
<i>Total expenditures</i>	6,055,485.00	7,096,695.51	6,245,281.65	851,413.86
<i>Excess (deficiency) of revenues over (under) expenditures</i>	(338,569.51)	(1,379,630.02)	(379,881.95)	703,079.65
OTHER FINANCING SOURCES (USES):				
Operating transfers (out)	-	-	(617.93)	(617.93)
Issuance of long-term debt	-	300,000.00	300,000.00	-
Unrealized gain (loss) on investment	-	-	(23,322.10)	(23,322.10)
<i>Total other financing sources</i>	-	300,000.00	276,059.97	(23,940.03)
<i>Net changes in fund balances</i>			(103,821.98)	
FUND BALANCES - BEGINNING			2,720,663.99	
FUND BALANCES - ENDING			\$ 2,616,842.01	

Town of Holden, Maine
Combining Balance Sheet - All Other Non-Major Governmental Funds
June 30, 2018

	<i>Special Revenue Fund</i>	<i>Permanent Fund</i>	<i>Total Other Governmental Funds</i>
ASSETS:			
Due from other governments	\$ 1,960.93	\$ -	\$ 1,960.93
Interfund Receivables	-	48,265.92	48,265.92
TOTAL ASSETS	\$ 1,960.93	\$ 48,265.92	\$ 50,226.85
 LIABILITIES AND FUND BALANCE:			
<i>Liabilities:</i>			
Interfund Payables	\$ 1,960.93	\$ -	\$ 1,960.93
<i>Total liabilities</i>	1,960.93	-	1,960.93
 <i>Fund Balance:</i>			
Restricted	-	\$ 48,265.92	\$ 48,265.92
<i>Total fund balance</i>	-	48,265.92	48,265.92
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,960.93	\$ 48,265.92	\$ 50,226.85

Town of Holden, Maine
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
All Other Non-Major Governmental Funds
For the Year Ended June 30, 2018

	<i>Special Revenue Fund</i>	<i>Permanent Fund</i>	<i>Total Other Governmental Funds</i>
REVENUES:			
Intergovernmental	\$ 12,402.64	\$ -	\$ 12,402.64
<i>Total revenues</i>	<u>12,402.64</u>	<u>-</u>	<u>12,402.64</u>
EXPENDITURES:			
Grant expenditures	12,402.64	-	12,402.64
<i>Total expenditures</i>	<u>12,402.64</u>	<u>-</u>	<u>12,402.64</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES) OF FUNDS:			
Transfers in	\$ -	\$ 617.93	\$ 617.93
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>617.93</u>	<u>617.93</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>-</u>	<u>617.93</u>	<u>617.93</u>
FUND BALANCE - BEGINNING OF YEAR	<u>-</u>	<u>47,647.99</u>	<u>47,647.99</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 48,265.92</u>	<u>\$ 48,265.92</u>

Town of Holden, Maine
Schedule of Property Valuation, Assessment and Appropriations
For the Year Ended June 30, 2018

<i>Assessed Valuation:</i>	
Real estate valuation	\$ 277,911,110.00
Personal property valuation	<u>2,358,720.00</u>
Total valuation	<u>280,269,830.00</u>
<i>Tax Commitment:</i>	
Tax assessment at \$15.90 per thousand	<u>4,456,290.30</u>
<i>Reconciliation of Commitment with Appropriation:</i>	
Current year tax commitment, as above	4,456,290.30
Appropriated from fund balance	389,000.00
Estimated revenues	<u>1,260,625.19</u>
Appropriations per original budget	<u>6,105,915.49</u>
<i>Overlay</i>	<u>(50,430.49)</u>
TOTAL APPROPRIATIONS	<u><u>\$ 6,055,485.00</u></u>

Town of Holden, Maine
Schedule of Taxes and Tax Liens Receivable
June 30, 2018

<i>Taxes receivable</i>			
Personal property	\$	<u>645.64</u>	
			\$ 645.64
<i>Tax liens receivable</i>			
2017	\$	80,053.29	
2016		<u>56,182.11</u>	
			<u>136,235.40</u>
 TOTAL TAXES AND TAX LIENS RECEIVABLE	 \$	 <u>136,881.04</u>	