

TOWN OF HAMPDEN, MAINE

*FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT*

*FOR THE FISCAL YEAR
ENDED JUNE 30, 2016*

**TOWN OF HAMPDEN
 FINANCIAL STATEMENTS
 AND SUPPLEMENTAL SCHEDULES
 FOR THE YEAR ENDED JUNE 30, 2016**

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INDEPENDENT AUDITOR'S REPORT

April 20, 2017

Members of the Town Council
Town of Hampden
Hampden, ME

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 the Town of Hampden, Maine (the Town) as of and for the year ended June 30, 2016, which collectively comprise the Town's basic financial statements as listed in the table of contents, including the related notes to the financial statements.

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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including 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 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, and the aggregate remaining fund information of the Town of Hampden, Maine as of June 30, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension disclosure schedules on pages 3-8, 40 and 41, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Hampden, Maine's financial statements as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the information is fairly stated in all material respects in relation to the financial statements as a whole. .

Respectfully Submitted,

James W. Wadman, CPA

James W. Wadman, CPA

TOWN OF HAMPDEN, MAINE
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2016

Management of the Town of Hampden, Maine provides this *Management's Discussion and Analysis* of the Town's financial performance for readers of the Town's financial statements. This narrative overview and analysis of the financial activities of the Town is for the fiscal year ended June 30, 2016. We encourage readers to consider this information in conjunction with the financial statements and accompanying notes that follow.

The financial statements herein include all of the activities of the Town of Hampden, Maine (the Town) using the integrated approach as prescribed by Government Accounting Standards Board (GASB) Statement No. 34.

FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

Government-wide Highlights:

Net Position – The assets of the Town exceeded its liabilities at fiscal year ending June 30, 2016 by \$18,121,663 for governmental activities and \$3,226,355 for business-type activities (presented as “net position”). Of this amount, \$1,563,846 was reported as “unrestricted net position” for governmental activities and (\$1,234,792) for business-type activities. Unrestricted net position represents the amount available to be used to meet the Town's ongoing obligations to citizens and creditors.

Changes in Net Position – The Town's total net position decreased by \$259,272 (a 1.2% decrease) for the fiscal year ended June 30, 2016. Net position of governmental activities decreased by \$111,915 (a .6% decrease), while net position of business-type activities showed a decrease of \$147,357 (a 4.4% decrease).

Fund Highlights:

Governmental Funds – Fund Balances – As of the close of the fiscal year ended June 30, 2016; the Town's governmental funds reported a combined ending fund balance of \$3,017,180 with \$1,015,082 being general unassigned fund balance and \$231,990 being host community benefit unassigned fund balance. The general unassigned fund balance represents approximately 7.5% of the total general fund expenditures for the year.

Long-term Debt:

The Town's total long-term debt obligations decreased by \$348,884 (13%) during the current fiscal year. Existing debt obligations were retired according to schedule. Additional information on the Town's long-term debt can be found in Note 3G of the notes to the financial statements on pages 32-33 of this report.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional required supplementary information (budgetary comparison) and other supplementary information. These components are described below:

Government-wide Financial Statements

The Government-wide financial statements present the financial picture of the Town from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately. These statements include all assets of the Town (including infrastructure) as well as all liabilities (including long-term debt). Additionally, certain elimination entries have occurred as prescribed by the statement in regards to inter-fund activity, payables and receivables. The government-wide financial statements can be found on pages 9-10 of this report.

Fund Financial Statements

The fund financial statements include statements for each of the three categories of activities – governmental, proprietary and fiduciary. The governmental activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. The proprietary activities are prepared using the

economic resources measurement focus and the accrual basis of accounting. Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Town's own programs. Reconciliation of the fund financial statements to the Government-wide financial statements is provided to explain the differences created by the integrated approach. The basic governmental fund financial statements can be found on pages 11-14 of this report. The basic proprietary fund financial statements can be found on pages 15-17 of this report. The fiduciary fund financial statements can be found on pages 18-19 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 the fund financial statements. The notes to the financial statements can be found on pages 20-39 of this report.

Required Supplementary Information

This section includes a budgetary comparison schedule, which includes a reconciliation between the statutory fund balance for budgetary purposes and the fund balance for the general fund as presented in the governmental fund financial statements (if necessary). Required supplementary information can be found on page 40-41 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position

95% of the Town's net position reflects its investment in capital assets such as land, buildings, equipment and infrastructure (roads, bridges and other immovable assets); less any related debt used to acquire those assets that are still outstanding. The Town uses these assets to provide services to citizens; consequently, these assets are not available for future spending. Although, the Town's investment in its capital assets is 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.

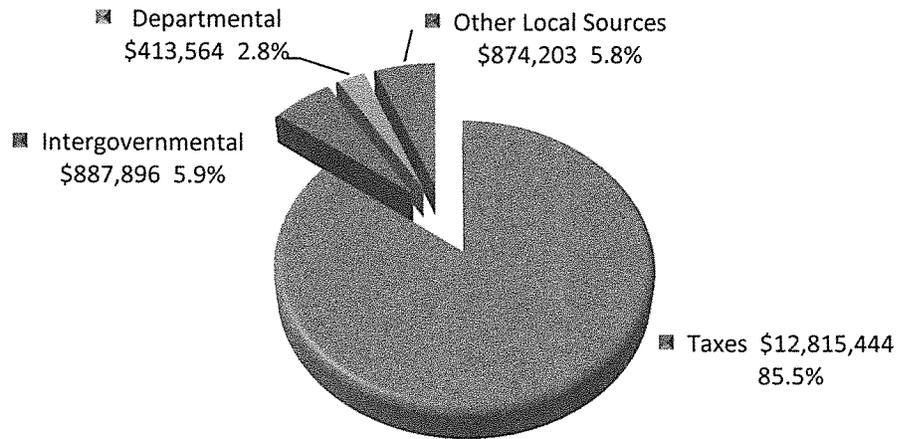
	Governmental Activities	Business-like Activities	Total 2016	Total 2015
Current Assets	3,679,238	(587,536)	3,091,702	2,840,761
Capital Assets	18,420,600	7,334,911	25,755,511	26,874,623
Total Assets	22,099,838	6,747,375	28,847,213	29,715,384
 Total Deferred Outflows of Resources	 483,103		 483,103	 54,943
 Total Assets and Deferred Outflows of Resources	 22,582,941	 6,747,375	 29,330,316	 29,770,327
Current Liabilities	1,027,129	655,981	1,683,110	937,749
Other Liabilities	2,893,901	2,865,039	5,758,940	6,671,906
Total Liabilities	3,921,030	3,521,020	7,442,050	7,609,655
 Total Deferred Inflows of Resources	 540,248		 540,248	 553,382
 Net Position:				
Net Investment in Capital Assets	16,034,921	4,166,190	20,201,111	19,688,193
Restricted	522,896	294,957	817,853	826,917
Unrestricted	1,563,846	(1,234,792)	329,054	1,092,180
Total Net Position	18,121,663	3,226,355	21,348,018	21,607,290
 Total Liabilities and Net Position	 22,582,941	 6,747,375	 29,330,316	 29,770,327

Changes in Net Position

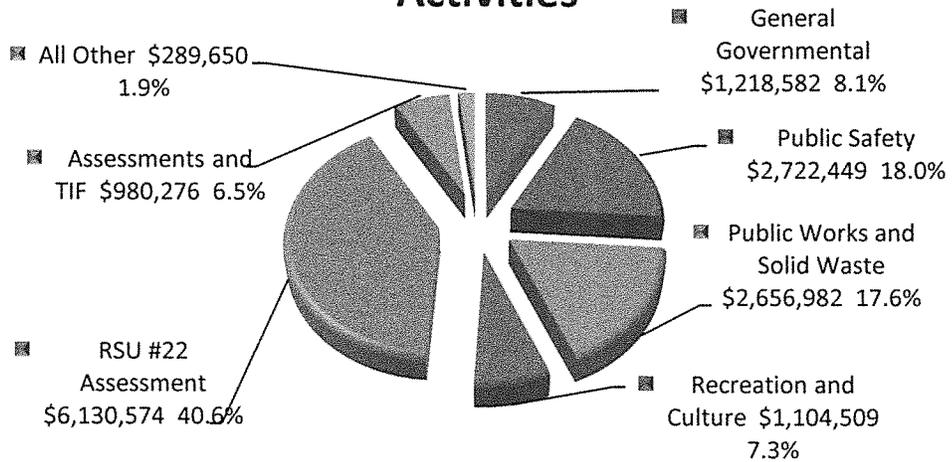
Approximately 85 percent of the Town's total revenue came from property and excise taxes, approximately 6 percent came from State subsidies and grants, and approximately 9 percent came from services, investment earnings and other sources. Depreciation expense on the Town's governmental and business-like activity assets represents \$1,357,216 of the total expenses for the fiscal year.

	Governmental Activities	Business-like Activities	Total 2016	Total 2015
Revenues:				
Taxes	12,815,444		12,815,444	12,306,611
Intergovernmental Revenues	887,896		887,896	780,972
Departmental Revenues	413,564	542,135	955,699	975,339
Investment Income	11,883	10,703	22,586	48,701
Fair Value Increase (Decrease)	(7,724)	210	(7,514)	(36,317)
Other Local Sources	870,044	(60)	869,984	1,072,781
Total	14,991,107	552,988	15,544,095	15,148,087
Expenses:				
General Government	1,218,582		1,218,582	1,288,895
Public Safety	2,722,449		2,722,449	3,617,736
Public Works	2,242,227		2,242,227	2,381,234
Solid Waste	414,755		414,755	419,741
Recreation and Culture	1,104,509		1,104,509	1,373,511
The Bus	90,991		90,991	90,735
Buildings and Grounds	83,276		83,276	79,416
Outside Agencies & Gen. Asst.	488		488	2,534
Debt Service & Capital Outlay	114,895		114,895	253,488
RSU #22 Assessment	6,130,574		6,130,574	6,033,040
Assessments and TIF	980,276		980,276	785,304
Sewer Enterprise		700,345	700,345	878,211
Total	15,103,022	700,345	15,803,367	17,203,845
Changes in Net Position	(111,915)	(147,357)	(259,272)	(2,055,758)

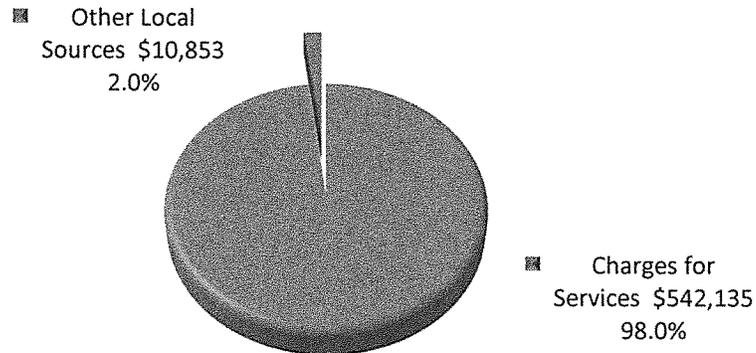
Revenues By Source - Governmental Activities



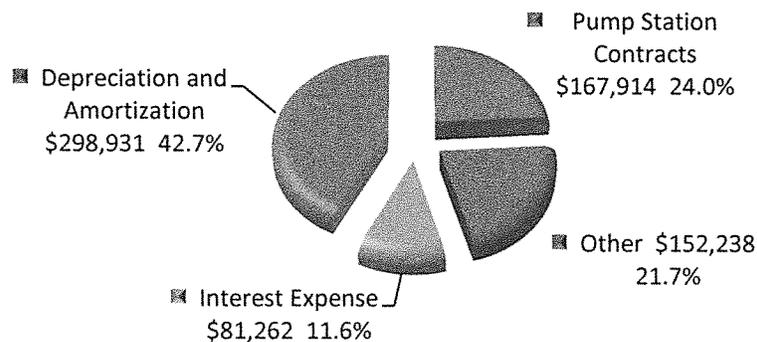
Expenditures By Source - Governmental Activities



Revenues By Source - Business-type Activities



Expenditures By Source - Business-type Activities



FINANCIAL ANALYSIS OF THE TOWN'S INDIVIDUAL FUNDS

Governmental Funds

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned 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 the end of the fiscal year, the Town's governmental funds reported ending fund balances of \$3,017,180, an increase of \$364,901 in comparison with the prior year. Approximately 41 percent of this total amount constitutes unassigned fund balance. The remainder is reserved to indicate that it is not available for spending because it has been committed to liquidate contracts and commitments of the prior fiscal year or for a variety of other purposes.

Proprietary Funds

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

GENERAL FUND BUDGETARY HIGHLIGHTS

Variances between actual General Fund revenues and expenditures and the final amended budget included the following:

- \$318,931 positive variance in auto excise. The positive variance is due to conservative budgeting.
- \$37,586 positive variance in fire department. The variance is due to fewer calls, less wages, and gas prices lower than anticipated.
- \$85,691 positive variance in public works department. The variance is due to a mild winter and gas prices lower than anticipated, as well as public works staffing levels that were somewhat lower than budgeted due to attrition and periodic staff vacancies over the course of the year.

CAPITAL ASSET ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental and business-like activities amounts to \$56,035,505, net of accumulated depreciation of \$30,279,995 leaving a net book value of \$25,755,510. Current year additions include \$26,177 library improvements, \$38,875 audio equipment, \$33,345 police vehicle, 41,171 fire equipment, \$226,650 ambulance and equipment, \$99,784 trackless sidewalk tractor, \$13,637 sewer grader, \$942,095 sewer project.

Additional information on the Town's capital assets can be found in Note 3D of the notes to the financial statements on pages 29-30 of this report.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all citizens, taxpayers, investors and creditors. This financial report seeks to demonstrate the Town's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Town of Hampden, 106 Western Ave., Hampden, ME 04444.

TOWN OF HAMPDEN
STATEMENT OF NET POSITION
JUNE 30, 2016

Exhibit A

	<i>Governmental</i>	<i>Business-Type</i>	<i>Total</i>
	<i>Activities</i>	<i>Activities</i>	
Assets			
Cash and Equivalents	1,726,417	28,801	1,755,218
Investments	757,568	6,068	763,636
Receivables			
Taxes	250,540		250,540
Liens	52,917		52,917
Sewer User Fees/Liens		29,211	29,211
Solid Waste	22,142		22,142
Ambulance	144,194		144,194
Other	73,844		73,844
Internal Balances	651,616	(651,616)	-
Capital Assets:			
Land	1,656,858		1,656,858
Other Capital Assets, Net of Depreciation	16,763,742	7,334,911	24,098,653
Total Assets	22,099,838	6,747,375	28,847,213
Deferred Outflows of Resources:			
Related to Pensions	483,103		483,103
Total Deferred Outflow of Resources	483,103	-	483,103
Total Assets and Deferred Outflows of Resources	22,582,941	6,747,375	29,330,316
Liabilities			
Accounts Payable and TIF Payable	174,456	330,254	504,710
Accrued Salaries Payable	49,424		49,424
Accrued Interest Payable		22,045	22,045
Project Escrows	121,908		121,908
Due to Other Governments	36,430		36,430
Compensated Absences Payable	318,232		318,232
Long-term Liabilities:			
Net Pension Liability	834,901		834,901
Due Within One Year	326,679	303,682	630,361
Due in More Than One Year	2,059,000	2,865,039	4,924,039
Total Liabilities	3,921,030	3,521,020	7,442,050
Deferred Inflows of Resources:			
Prepaid Taxes	14,554		14,554
Related to Pensions	525,694		525,694
Total Deferred Inflows of Resources	540,248	-	540,248
Net Position			
Net Investment in Capital Assets	16,034,921	4,166,190	20,201,111
Restricted	522,896	294,957	817,853
Unrestricted	1,563,846	(1,234,792)	329,054
Total Net Position	18,121,663	3,226,355	21,348,018
Total Liabilities, Deferred Inflows of Resources, and Net Position	22,582,941	6,747,375	29,330,316

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

**TOWN OF HAMPDEN
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016**

Exhibit B

<i>Functions/Programs</i>	<i>Program Revenues</i>			<i>Net (Expense) Revenue and Changes in Net Position</i>		
	<i>Expenses</i>	<i>Fees, Fines, and Charges for Services</i>	<i>Operating Grants</i>	<i>Governmental Activities</i>	<i>Business-like Activities</i>	<i>Total</i>
Primary Government						
<i>Governmental Activities</i>						
General Government	1,218,582	72,837		(1,145,745)		(1,145,745)
Public Safety	2,722,449	184,435	155,553	(2,382,461)		(2,382,461)
Public Works	2,242,227	8,076		(2,234,151)		(2,234,151)
Solid Waste	414,755	37,498		(377,257)		(377,257)
Recreation and Culture	1,106,509	50,718		(1,055,791)		(1,055,791)
The Bus	90,991			(90,991)		(90,991)
Buildings and Grounds	83,276			(83,276)		(83,276)
General Assistance	488		366	(122)		(122)
Debt Service & Capital Outlay	114,895			(114,895)		(114,895)
RSU #22 Assessment	6,130,574			(6,130,574)		(6,130,574)
Assessments and TIF	980,276			(980,276)		(980,276)
Total Governmental Activities	15,105,022	353,564	155,919	(14,595,539)		(14,595,539)
<i>Business-type Activities</i>						
Sewer Department	700,345	542,135		(158,210)		(158,210)
Total Business-type Activities	700,345	542,135	-	(158,210)		(158,210)
Total Primary Government	15,805,367	895,699	155,919	(14,595,539)	(158,210)	(14,753,749)
<i>General Revenues:</i>						
Taxes						
Property		10,885,317				10,885,317
Auto		1,918,931				1,918,931
Boat		11,196				11,196
Intergovernmental Revenues		733,977				733,977
Departmental Revenues		60,000				60,000
Investment Income		11,883			10,703	22,586
Fair Value Increases/(Decreases)		(7,724)			210	(7,514)
Other Local Sources		870,044			(60)	869,984
Total Revenues, Special Items and Transfers		14,483,624			10,853	14,494,477
<i>Changes in Net Position</i>						
Net Position - Beginning				(111,915)	(147,357)	(259,272)
				18,233,578	3,373,712	21,607,290
Net Position - Ending				18,121,663	3,226,355	21,348,018

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

TOWN OF HAMPDEN
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2016

Exhibit C
Page 1 of 2

<i>Assets</i>	<i>General Fund</i>	<i>Other Governmental Funds</i>	<i>Total</i>
Cash and Equivalents	1,533,137	346,614	1,879,751
Investments	149,537	454,891	604,428
Receivables			
Taxes	250,540		250,540
Liens	52,917		52,917
Solid Waste	22,142		22,142
Ambulance	144,194		144,194
Other	73,650		73,650
Due from Other Funds	653,216	215,510	868,726
<i>Total Assets</i>	<u>2,879,333</u>	<u>1,017,015</u>	<u>3,896,348</u>
 <i>Liabilities</i>			
Accounts Payable	85,568		85,568
TIF Payable	88,888		88,888
Accrued Salaries Payable	49,424		49,424
Project Escrows	121,908		121,908
Due to Other Funds	209,882	7,228	217,110
Due to Other Governments	36,430		36,430
<i>Total Liabilities</i>	<u>592,100</u>	<u>7,228</u>	<u>599,328</u>
 <i>Deferred Inflows of Resources:</i>			
Prepaid Taxes	14,554		14,554
Advanced Recreation Summer Fees	59,810		59,810
Unavailable Property Tax Revenue	205,476		205,476
<i>Total Deferred Inflows of Resources</i>	<u>279,840</u>	<u>-</u>	<u>279,840</u>
 <i>Fund Balances</i>			
Nonspendable		316,062	316,062
Restricted	152,666	54,168	206,834
Committed	524,884	471,169	996,053
Assigned	82,771	168,968	251,739
Unassigned	1,247,072	(580)	1,246,492
<i>Total Fund Balances</i>	<u>2,007,393</u>	<u>1,009,787</u>	<u>3,017,180</u>
 <i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>2,879,333</u>	<u>1,017,015</u>	<u>3,896,348</u>

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

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

Total Fund Balance	3,017,180
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation of \$24,202,683	18,420,600
Deferred outflows of resources related to pension plans	483,103
Deferred inflows of resources related to pension plans	(525,694)
Certain long-term assets are not available to pay for current fund liabilities and, therefore, are deferred in the funds:	
Net Pension Liability	(834,901)
Advanced Recreation Summer Fees	59,810
Unavailable Property Tax Revenue	205,476
Certain long-term liabilities are not due and payable from current financial resources and, therefore, are not reported in the funds:	
Bonds Payable	(2,324,550)
Leases Payable	(61,129)
Accrued Compensated Absences	(318,232)
	<hr/>
Net Position of Governmental Activities	<u><u>18,121,663</u></u>

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

TOWN OF HAMPDEN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit D
Page 1 of 2

	<i>General Fund</i>	<i>Other Governmental Funds</i>	<i>Total Governmental Funds</i>
Revenues			
Taxes	12,825,701		12,825,701
Intergovernmental Revenues	843,871	46,025	889,896
Departmental Revenues	413,564		413,564
Investment Income	6,125	5,758	11,883
Fair Value Increases (Decreases)	(17,093)	9,369	(7,724)
Other Local Sources	760,292	100,832	861,124
Total Revenues	14,832,460	161,984	14,994,444
Expenditures			
Current:			
General Government	1,220,317	190	1,220,507
Public Safety	2,679,042	57,096	2,736,138
Public Works	1,121,797		1,121,797
Solid Waste	369,886		369,886
Recreation and Culture	1,013,979	62,549	1,076,528
The Bus	90,991		90,991
Buildings and Grounds	90,049		90,049
General Assistance	488		488
TIF	189,148		189,148
Assessments	6,921,702		6,921,702
Debt Service	438,959		438,959
Capital Outlay		373,350	373,350
Total Expenditures	14,136,358	493,185	14,629,543
Excess of Revenues Over (Under) Expenditures	696,102	(331,201)	364,901
Other Financing Sources (Uses)			
Transfers from Other Funds	6,220	312,105	318,325
Transfers to Other Funds	(315,825)	(2,500)	(318,325)
Total Other Financing Sources (Uses)	(309,605)	309,605	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	386,497	(21,596)	364,901
Fund Balance - July 1	1,620,896	1,031,383	2,652,279
Fund Balance - June 30	2,007,393	1,009,787	3,017,180

(Continued)

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

**TOWN OF HAMPDEN
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, 2016**

**Exhibit D
Page 2 of 2**

Net change in fund balances - total governmental funds	364,901
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset purchases capitalized	466,003
Depreciation expense	(1,357,216)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
Unavailable Taxes	(10,257)
Advanced Recreation Summer Fees	8,920
Bond proceeds proved current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:	
Lease principal payments	127,605
New Lease	(96,784)
General obligation bond principal payments	348,884
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:	
Deferred Outflows of Pension Expense	428,160
Deferred Inflows of Pension Expense	9,617
Net Pension Liability	(397,352)
Accrued compensated absences	(4,396)
	<hr/>
Change in net position of governmental activities	<u><u>(111,915)</u></u>

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

TOWN OF HAMPDEN
STATEMENT OF NET POSITION - PROPRIETARY FUND
JUNE 30, 2016

Exhibit E

	<i>Sewer Enterprise</i>
<i>Assets</i>	
<i>Current Assets:</i>	
Cash and Equivalents	28,801
Investments	6,068
User Fees/Liens Receivable	29,211
<i>Capital Assets:</i>	
Other Capital Assets, Net of Depreciation	<u>7,334,911</u>
<i>Total Assets</i>	<u><u>7,398,991</u></u>
<i>Liabilities</i>	
<i>Current Liabilities:</i>	
Accounts Payable	330,254
Accrued Interest Payable	22,045
Retainage Payable	
Due to Other Funds	651,616
<i>Long-term Liabilities:</i>	
Due Within One Year	303,682
Due in More Than One Year	<u>2,865,039</u>
<i>Total Liabilities</i>	<u>4,172,636</u>
<i>Net Position</i>	
Net Investment in Capital Assets	4,166,190
Restricted	294,957
Unrestricted	<u>(1,234,792)</u>
<i>Total Net Position</i>	<u>3,226,355</u>
<i>Total Liabilities and Net Position</i>	<u><u>7,398,991</u></u>

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

TOWN OF HAMPDEN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN PROPRIETARY NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit F

	<i>Budget</i>	<i>Sewer Enterprise</i>	<i>Variance Favorable (Unfavorable)</i>
Operating Revenues:			
Charges for Services	546,133	542,135	(3,998)
Total Operating Revenues:	<u>546,133</u>	<u>542,135</u>	<u>(3,998)</u>
Operating Expenses:			
Repairs	12,000	21,629	(9,629)
Sewer Flush Repairs	500		500
Utilities/Fuel	42,000	45,919	(3,919)
Pump Station Contracts	43,000	35,001	7,999
Treatment Service Charges	185,000	132,913	52,087
Special Projects	10,000		10,000
O&M Contingency		2,509	(2,509)
Liens/Transfers	4,000	8,961	(4,961)
Wages	60,000	60,000	-
Supplies	18,400	13,220	5,180
Depreciation and Amortization		298,931	(298,931)
Total Operating Expenses	<u>374,900</u>	<u>619,083</u>	<u>(244,183)</u>
Net Operating Income (Loss)	<u>171,233</u>	<u>(76,948)</u>	<u>(248,181)</u>
Non-operating Revenues (Expenses)			
Interest Revenue	12,855	10,703	(2,152)
Change in Fair Market Value	541	210	(331)
Miscellaneous Income	4	(60)	(64)
Interest Expense	(387,000)	(81,262)	305,738
Total Non-operating Revenues (Expenses)	<u>(373,600)</u>	<u>(70,409)</u>	<u>303,191</u>
Net Income (Loss) Before Contributions and Transfers	<u>(202,367)</u>	<u>(147,357)</u>	<u>55,010</u>
Total Net Position - Beginning		<u>3,373,712</u>	
Total Net Position - Ending		<u><u>3,226,355</u></u>	

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

TOWN OF HAMPDEN
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit G

	<u>Sewer Enterprise</u>
<i>Cash Flows from Operating Activities;</i>	
Received from Customers	542,135
Payments to Suppliers	(248,682)
Payments to Employees	(60,000)
Other Receipts (Payments)	<u>23,030</u>
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>256,483</u>
<i>Cash Flows from Capital and Related Financing Activities</i>	
Purchases of Capital Assets	(71,031)
Principal Paid on Capital Debt	(300,253)
Interest Paid on Capital Debt	<u>(79,815)</u>
<i>Net Cash Used in Capital and Related Financing Activities</i>	<u>(451,099)</u>
<i>Cash Flows from Investing Activities</i>	
Net Purchases / Sales of Investments	24,815
Interest and Dividends	<u>10,703</u>
<i>Net Cash Provided by (Used in) Investing Activities</i>	<u>35,518</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(159,098)
<i>Balances - beginning of the year</i>	<u>187,899</u>
<i>Balances - end of the year</i>	<u><u>28,801</u></u>
<i>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</i>	
Operating Income (Loss)	(76,948)
Adjustment to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:	
Depreciation	298,931
Changes in Assets and Liabilities;	
Receivables, net	(8,765)
Accounts Payable	(63,262)
Accrued Interest	(3,423)
Due to Other Funds	<u>109,950</u>
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u><u>256,483</u></u>

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

TOWN OF HAMPDEN
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2016

Exhibit H

	<u><i>Private Purpose Trust Fund Environmental Trust</i></u>
<i>Assets</i>	
Cash and Equivalents	848,628
Investments	<u>3,331,768</u>
<i>Total Assets</i>	<u><u>4,180,396</u></u>
 <i>Net Position</i>	
Restricted	<u>4,180,396</u>
<i>Total Net Position</i>	<u><u>4,180,396</u></u>

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

TOWN OF HAMPDEN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit I

	<u><i>Private Purpose Trust Fund Environmental Trust</i></u>
Revenues	
Fair Value Increases (Decreases)	84,459
Investment Income	84,535
Other Local Sources	
	<hr/>
Total Revenues	168,994
	<hr/>
Expenditures	
Professional Fees	12,411
	<hr/>
Total Expenditures	12,411
	<hr/>
Excess of Revenues Over Expenditures	156,583
	<hr/>
Other Financing Sources (Uses)	
Transfers from Other Funds	
Transfers to Other Funds	
	<hr/>
Total Other Financing Sources (Uses)	-
	<hr/>
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	
	<hr/>
Net Position - July 1	4,023,813
	<hr/>
Net Position - June 30	4,180,396
	<hr/> <hr/>

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

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Hampden have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Council (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Financial Reporting Entity

The Town of Hampden operates under an elected Town Council and Town Manager form of government. The Town's major operations include public works, public safety and general administrative services.

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 activities of the Town. Fiduciary activities, whose resources are not available to finance the Town's programs, are excluded from the government-wide statements. The material effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and various 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 segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Functional expenses may also include an element of indirect cost, designed to recover administrative (overhead) costs. *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 the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead 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 the major individual enterprise fund are reported as separate columns in the respective fund financial statements.

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

The government-wide financial statements are reported using the *total economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and trust fund financial statements. Revenues are recognized when transactions occur 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 have been met. Agency funds, reporting only assets and liabilities, have no measurement focus but use the accrual basis of accounting.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when 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 Town 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, including interest on long-term debt, as well as expenditure related to compensated absences and claims and judgments are recorded only when payment is due.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

Property taxes, sales taxes, interdepartmental charges and intergovernmental revenues are considered susceptible to accrual. Special assessments are recorded as revenues in the year the assessment become current. Annual installments not yet due are reflected as special assessment receivables and deferred revenues. Other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds:

The General Fund is used to account for all or most of the Town's general activities, including the collection and disbursement of earmarked monies (special revenue funds) and the servicing of general long-term debt (debt service fund). The General Fund is used to account for all activities of the general government not accounted in some other fund.

The Town reports the following major enterprise fund:

The sewer fund accounts for the activities of the sewerage operations. The Town operates the sewer collection system and related administrative costs.

Additionally, the Town reports the following fund types:

Nonexpendable trust funds account for monies held in trust by the Town, the investment earnings from which may only be used for the operation of the program.

Fiduciary funds are used to account for assets held in a trustee or agency capacity for others and therefore cannot be used to support the Town's own programs.

The effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and charges between the business-type functions 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.

In the Statement of Activities, amounts reported as program revenue include 1) charges to customers or applicants for goods, services, fines and forfeitures, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for goods and services. Operating expenses include the cost of sales and service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position or Fund Equity

1. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. These investments are not specifically identified with any one fund. Interest is allocated to the individual funds on the basis of average cash balances.

The Town may invest in certificates of deposit, in time deposits, and in any securities in which the state investment officer is authorized to invest pursuant to the Maine Statute 5705 Title 30-A and as provided in the authorized investment guidelines of the Maine Statutes 5711 through 5719 in effect on the date the investment is made.

Investments in the Pension Trust Fund are carried at fair value. Investments in other funds are carried at fair value, except for short-term investments, which are reported at amortized cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair value, based on relevant market information of similar financial instruments. Income from investments held by the individual funds is recorded in the respective funds as it is earned.

2. Receivables and Payables

Transactions between funds that result in outstanding balances are reported as due to/from other funds.

Property taxes receivable not expected to be collected within 60 days from year-end are classified as unavailable revenue. At June 30, \$205,476 has been so classified and reported on the general fund balance sheet.

Property taxes were levied on August 17 on property values assessed on April 1. Taxes were due in two installments due on October 17 and April 6, with interest at 7% beginning October 18 and April 7. Tax liens are placed on real property within 12 months following the tax commitment date if taxes remain delinquent. Liens were placed on the 2014 fiscal year levy on August 24, 2015. The Town has the authority to foreclose on property eighteen months after the filing of the liens if the lien amount and associated costs remain unpaid.

Certain grants received from other governments require that eligible expenditures be made in order to earn the grant. Revenue for these grants is recorded for the period in which eligible expenditures are made.

3. Inventories

Inventories are valued at cost using the first in, first out method.

4. Capital Assets

Capital assets, which property, plant, equipment, and infrastructure (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 are defined by the Town 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 cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position or Fund Equity (continued)

4. Capital Assets (continued)

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 is included as part of the capitalized value of the asset constructed.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Infrastructure	18-50
Equipment	5-50

5. Deferred Inflows/Outflows of Resources

In addition to assets and liabilities, the statement of net position and the governmental fund balance sheet will report a separate section for deferred outflows and/or inflows of resources. Deferred outflows of resources represent consumption of net position that applies to a future period(s) and therefore will not be recognized as an expense/expenditure until then. Deferred inflows of resources represent an acquisition of net position that applies to future period(s) and therefore will not be recognized as revenue until that time. The School Department has an item that qualifies as deferred outflows of resources, and it has an item that qualifies as a deferred inflow. Both items are related to pensions. These amounts are considered unavailable and will be recognized as an outflow of resources (expenditure) and an inflow of resources (revenue) in the period that the amounts become available.

6. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Maine Employees Retirement System (System) and additions to/deductions from MPERS' fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable pursuant to formal commitments or statutory requirements. Investments are reported at fair value. Investment income is recognized when earned and investment expenses are recorded when incurred.

7. Compensated Absences

Town employees generally earn vacation days at a variable rate based on years of service. In the event of termination, an employee is reimbursed for all accumulated vacation time.

Employees earn sick leave at a rate of one work day for each full calendar month of service, accumulative to a maximum of one 120 working days. Upon retirement or resignation, an employee in good standing is entitled to payment for 25% of accrued sick time up to a maximum of 30 days.

In the fund financial statements, vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation leave in the government-wide financial statements is recorded as an expense and liability of the fund as the benefits accrue to employees. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulated right to receive sick pay benefits.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position or Fund Equity (continued)

8. 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.

Under State Law, no municipality can incur debt, which would cause its total outstanding debt, exclusive of debt incurred for Town, storm or sanitary sewer, energy facilities, or municipal airports, to exceed 7.50% of its last full state valuation. A municipality may incur debt for Towns not exceeding 10%, storm or sanitary sewers 7.50%, and municipal airports, water districts and special purpose districts 3% of its last full state valuation. In no event can the total debt exceed 15% of its last full valuation. Full state valuation is the valuation of taxable property as certified by the State Tax Assessor, adjusted to 100%.

At June 30, the Town of Hampden is in compliance with the above requirements.

9. Fund Balances/Net Position

Fund Balances

In accordance with Government Accounting Standards Board 54, fund balance reporting and governmental fund type definitions, the Town classifies governmental fund balances as follows:

Non-spendable – includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through town council voting and does not lapse at year-end.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Town Manager.

Unassigned – includes positive fund balance within the general fund which has not been classified within the above mentioned categories and negative fund balance in other governmental funds.

The Town considers restricted, committed, assigned, and unassigned amounts to be spent in that order when expenditures for which any of those amounts are available.

The Town does not have a formal minimum fund balance policy.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position or Fund Equity (continued)

9. Fund Balances/Net Position (continued)

Fund Balances

The Town has identified June 30, 2016 fund balances on the balance sheet as follows:

	General Fund	Other Governmental Funds	Total
<u>Nonspendable</u>			
Dyer Library Principal		257,242	257,242
Cemetery Principal		58,620	58,620
Diane Marshall Book Fund Principal		200	200
<u>Restricted</u>			
Pool Donations		285	285
Public Safety Donation		1,964	1,964
Hampden Bus. Assoc. Fund		1,065	1,065
Library Fund		2,054	2,054
Library Grant		15,563	15,563
Children's Day Raffle		445	445
Lura Hoit Pool Scholarship		31,324	31,324
Wellness Fund		30	30
Pink Garden		445	445
Katahdin Trust Partnership		96	96
MRPA Tickets		765	765
EVOC Equipment Grant		3	3
Maine Community Heritage Grant		129	129
Municipal Revenue Sharing	152,666		152,666
<u>Committed</u>			
Mayo Road Project		109,881	109,881
Capital Improvement Program		361,288	361,288
Town Reserves	138,437		138,437
Fire Training School	4,061		4,061
Voting Machine	18,492		18,492
Recreation	224,665		224,665
Lura Hoit Pool	139,229		139,229
<u>Assigned</u>			
Dyer Library		131,813	131,813
Cemetery		36,879	36,879
Diane Marshall Book Fund		276	276
Encumbrances	82,771		82,771
<u>Unassigned</u>			
General Fund	1,015,082		1,015,082
Host Community Benefit	231,990		231,990
Flag Project		(580)	(580)
Total Fund Balance	2,007,393	1,009,787	3,017,180

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities and Net Position or Fund Equity (continued)

9. Fund Balances/Net Position (continued)

Net Position

Net position are required to be classified into three components – net investment in capital assets; restricted; and unrestricted. These classifications are defined as follows:

Net Investment in capital assets – This component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. If there are significant unspent related debt proceeds at year-end, the portions of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets.

Restricted – This component of net position consists of restrictions placed on net position use through external constraints imposed by creditors (such as debt covenants), grantors, contributors, or law or regulations of other governments, or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – This component consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

General governmental revenues and expenditures accounted for in budgetary funds are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements that govern the Town’s operations. At its annual meeting, the Town adopts a budget for the current year for the General Fund. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Management may transfer appropriations between operating categories as they deem necessary, but expenditures may not legally exceed budgeted appropriations in total. All annual appropriations lapse at fiscal year end to the extent that they have not been encumbered.

State statutes require balanced budgets, but provide for the use of beginning unreserved fund balance to achieve that end. In 2015-2016, \$315,000 of the beginning General Fund fund balance was applied for this purpose.

Reserve funds, once established by the Town Council, may be expended with approval of the council for the purpose for which the reserve was established.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments are carried forward to supplement appropriations of the subsequent year.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The Town's deposit policy for custodial credit risk requires compliance with the provisions of state law.

State Statute 5706 require banks to give bond or to pledge government securities (types of which are specifically identified in the Statutes) to the Town Treasurer in the amount of the Town's deposits. The Statutes allow pledged securities to be reduced by the amount of Federal Deposit Insurance Corporation (FDIC).

One or more of the financial institutions holding the Town's cash accounts are participating in the FDIC Transaction Account Guarantee Program. For all accounts, the Town's cash deposits, including certificates of deposits, are insured up to \$250,000 per custodian by the FDIC. Any cash deposits or certificates of deposits in excess of the \$250,000 FDIC limits are covered by collateral held in a Federal Reserve pledge account or by an agent for the Town and thus no custodial risk exists.

At year-end, the carrying value of the Town's deposits was \$2,757,180 and the bank balance was \$2,762,208. Of the bank balance, \$1,265,308 was covered by federal depository insurance. The remaining \$1,496,900 was covered by a FHLB irrevocable letter of credit.

B. Investments

At June 30, 2016, the Town had the following investments, maturities, and credit ratings:

<i>Type</i>	<i>Fair Value</i>	<i>Maturities in Years</i>				<i>Credit Rating</i>	
		<i>< 1</i>	<i>1-5</i>	<i>6-10</i>	<i>> 10</i>	<i>S&P</i>	<i>Moody's</i>
<i>General Town</i>							
Common Stock	50,610	50,610				BBB-	Ba1
Common Stock	13,582	13,582				AA3	AA-
U.S. Treasury Securities	256,718	33,253	223,465			AA	AA
Mutual Funds	289,586	289,586				NR	NR
	610,496	387,031	223,465	-	-		
<i>Environmental Trust</i>							
Government Securities	3,331,768	191,212	2,203,035	937,521		AAA	AAA
	3,331,768	191,212	2,203,035	937,521	-		

Investment Policies

Generally, the Town's investing activities are managed under the custody of the Town Treasurer. Investing is performed in accordance with the investment policy adopted by the Town Council complying with state statutes. The Town may invest in securities permitted under 30-A MRSA 5712, 5713, 5714, 5715, and 5716. Upon approval of the Town Council, the treasurer of the trustee(s) of a trust fund of the town, may enter into safekeeping and investment management agreements and/or investment advisory agreements in accordance with 30-A MRSA 5706(4) and the investment funds pursuant to any such agreements shall be governed by the rule prudence as set forth in 18-A MRSA 7-302.

*TOWN OF HAMPDEN
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2016*

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

C. Property Taxes

Property taxes were levied for the fiscal year as follows:

Assessed Value		619,461,300
Tax Rate (per \$1,000)		<u>17.50</u>
Commitment		<u><u>10,840,573</u></u>
Appropriations		14,214,998
Less:		
State Municipal Revenue Sharing	348,000	
Estimated Revenues	2,737,500	
BETE Reimbursement	126,884	
Homestead Reimbursement	<u>162,041</u>	
		<u>3,374,425</u>
Net Assessment for Commitment		<u><u>10,840,573</u></u>

Uncollected taxes at June 30 for the current year commitment totaled \$222,055. Unpaid liens at June 30 totaled \$52,917.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

D. Capital Assets

Capital asset activity for the year ended June 30, 2016 was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
Governmental Activities;				
<i>Capital assets not being depreciated</i>				
Land	1,656,858			1,656,858
<i>Capital assets being depreciated</i>				
Buildings	6,188,516	26,177	(196,200)	6,018,493
Equipment	3,392,083	439,826		3,831,909
Infrastructure	31,116,022			31,116,022
<i>Total capital assets being depreciated</i>	40,696,621	466,003	(196,200)	40,966,424
<i>Less accumulated depreciation for</i>				
Buildings	2,269,446	136,622		2,406,068
Equipment	1,799,299	260,711	(196,200)	1,863,810
Infrastructure	18,972,921	959,883		19,932,804
<i>Total accumulated depreciation</i>	23,041,666	1,357,216	(196,200)	24,202,682
<i>Net capital assets being depreciated</i>	17,654,955	(891,213)	-	16,763,742
Governmental Activities Capital Assets, net	19,311,813	(891,213)	-	18,420,600

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

D. Capital Assets (continued)

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Business-type Activities;</i>				
<i>Capital assets being depreciated</i>				
Sewer System	12,456,491	955,732		13,412,223
<i>Total capital assets being depreciated</i>	<u>12,456,491</u>	<u>955,732</u>	<u>-</u>	<u>13,412,223</u>
 <i>Less accumulated depreciation for</i>				
Sewer System	5,778,382	298,931		6,077,313
<i>Total accumulated depreciation</i>	<u>5,778,382</u>	<u>298,931</u>	<u>-</u>	<u>6,077,313</u>
<i>Net capital assets being depreciated</i>	<u>6,678,109</u>	<u>656,801</u>	<u>-</u>	<u>7,334,910</u>
<i>Business-type Activities Capital Assets, net</i>	<u><u>6,678,109</u></u>	<u><u>656,801</u></u>	<u><u>-</u></u>	<u><u>7,334,910</u></u>

Depreciation expense was charged to functions/programs of the primary government as follows;

Governmental Activities

General Government	47,379
Public Safety	133,497
Recreation and Culture	53,832
Public Works, including depreciation of general infrastructure assets	<u>1,122,508</u>
 Total Depreciation Expense - Governmental Activities	 <u><u>1,357,216</u></u>

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

E. Interfund Receivables and Payables

Individual fund interfund receivable and payable at June 30, 2016, were as follows:

	<u><i>Interfund Receivable</i></u>	<u><i>Interfund Payable</i></u>
General Fund	653,216	209,882
Special Revenue Funds	22,844	580
Capital Projects	192,616	
Permanent Funds		
Dyer Library		1,648
Cemetery	50	5,000
Enterprise Fund		
Sewer		<u>651,616</u>
Totals	<u><u>868,726</u></u>	<u><u>868,726</u></u>

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. On the Governmental Fund financial statements, the payables are classified as Due to Other Funds with offsetting receivables on the Governmental Fund financial statements classified as Due from Other Funds. The above balances represent cash that has been deposited into the general fund checking account for those funds. The Town Council and Town Manager are aware of the interfund balances and are working on a multi-year payback plan.

Transfers To/From Other Funds at June 30, 2016, were as follows:

	<i>Transfers From</i>	<i>Transfers To</i>
General Fund	6,220	315,825
Special Revenue Funds	7,105	
Capital Projects	305,000	
Trust Funds		2,500
Totals	<u><u>318,325</u></u>	<u><u>318,325</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues in the General fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, and (3) transfer funds to general fund to cover expenditures voted on per Council.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

G. Long-Term Debt (continued)

1. General Obligation Bonds and Notes (continued)

Annual debt service requirements to maturity for general obligation and proprietary bonds and notes, including interest of \$946,601 are as follows:

<i>Year Ended</i> <i>June 30,</i>	<i>General</i> <i>Obligation</i>		
	<i>Debt</i>	<i>Proprietary</i>	<i>Total</i>
2017	343,878	377,055	720,933
2018	332,914	372,655	705,569
2019	321,741	273,379	595,120
2020	310,446	269,014	579,460
2021	299,100	265,288	564,388
2022-2026	634,700	1,261,248	1,895,948
2027-2031	488,823	694,854	1,183,677
2032-2036		194,777	194,777
Total	2,731,602	3,708,270	6,439,872

2. Changes in Long-Term Liabilities

The following summary of long-term debt transactions of the Town of Hampden for the fiscal year ended June 30, 2016:

	<i>General</i> <i>Fund</i>	<i>Proprietary</i> <i>Fund</i>	<i>Capital</i> <i>Leases</i>
<i>Long-term Debt payable July 1, 2015</i>	2,673,434	3,468,993	91,950
Debt Issued			96,784
Debt Retired	(348,884)	(300,272)	(127,605)
<i>Long-term Debt payable June 30, 2016</i>	<u>2,324,550</u>	<u>3,168,721</u>	<u>61,129</u>

3. Overlapping Debt

The Town's proportionate share of debt of all local government units which provide services within the Town's boundaries, and which must be borne by properties in the Town is summarized as follows:

<i>Units</i>	<i>Net debt</i> <i>outstanding</i> <i>June 30, 2016</i>	<i>Percentage</i> <i>applicable</i> <i>to the Town</i>	<i>Town's</i> <i>proportionate</i> <i>share of debt</i>
Regional School Unit No. 22	38,168,505	58.13%	22,187,352
Penobscot County	-	5.60%	-
Totals	<u>38,168,505</u>		<u>22,187,352</u>

The Town's proportionate share of the above debt is paid through annual assessments by the receptive units.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3 - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

H. Reserve Funds

The Town has authorized various reserve funds primarily for future acquisitions. At June 30 these funds total \$499,725 and are detailed in Exhibits A-6 and C-3.

NOTE 4 - OTHER INFORMATION

A. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amount, if any to be immaterial.

B. Permanent Funds and Fiduciary Funds

The principal amount of all Nonexpendable Fiduciary Funds is restricted either by law or by terms of individual bequests in that only income earned may be expended. The government's Permanent Funds and Fiduciary Funds at June 30 are detailed as follows:

<i>Fiduciary Funds</i>	<i>Principal</i>	<i>Income</i>	<i>Total</i>
Hampden Environmental		4,180,396	4,180,396
<hr/>			
<i>Permanent Funds</i>			
Dyer Library	257,242	131,813	389,055
Cemetery	58,620	36,879	95,499
Diane Marshall Book Fund	200	276	476
	<hr/>		
	316,062	168,968	485,030
	<hr/>		

C. Defined Benefit Employee Pension Plan

Plan Description

Qualifying personnel of the Town participate in the Maine Public Employees Retirement System (System) Participating Local District Consolidated (PLD) Plan. The plan is a multiple-employer, cost-sharing pension plan with a special funding situation. The State of Maine is also a non-employer contributing entity in that the State pays the initial unfunded actuarial liability on behalf of town employees, while towns contribute the normal cost, calculated actuarially, for their members.

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 - OTHER INFORMATION (Continued)

C. Defined Benefit Employee Pension Plan (continued)

Pension Benefits

Benefit terms are established in Maine Statute. The System’s retirement programs provide defined retirement benefits based on member’s average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occur upon the earning of five to ten years of service credit for PLD employees, depending upon when employment began. Normal retirement age for PLD employees is age 60 or 65. The normal retirement age is determined by whether a member had met certain creditable service requirements on specific dates, as established by statute. The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The System also provides disability and death benefits which are established by statute for PLD members.

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 interest credited to members’ accounts is set by the System’s Board of Trustees.

Member and Employer Contributions

Retirement benefits are funded by contributions from members, employers, state contributions, 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 and depend on the terms of the Plan under which a member is covered. Employer contribution rates are determined through actuarial valuations. For the year ended June 30, 2016, the member contribution rate was 7.5% for regular – AC plan and 9% for special – 3C plan of applicable member compensation. The employer contribution rate was 8.9% for regular –AC plan and 11.4% for Special – 3C plan of applicable member compensation.

The required contributions paid into the System for the ended June 30, 2016 and the previous two years are as follows:

<i>For the year ended</i>	<i>Employee</i>	<i>Employer</i>	<i>Applicable</i>
<i>June 30,</i>	<i>Contributions</i>	<i>Contributions</i>	<i>Member</i>
<i>June 30,</i>	<i>Contributions</i>	<i>Contributions</i>	<i>Compensation</i>
2016	\$ 93,591	\$ 117,929	\$ 1,057,122
2015	\$ 82,568	\$ 106,968	\$ 995,645

Revenue Recognition

Employer contributions to the System are recognized as additions in the period when they become due pursuant to formal commitments or statutory requirements. Investment income is recognized when earned and investment expenses are recorded when incurred. For the PLD consolidated plan, total employer and non-employer

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 - OTHER INFORMATION (Continued)

C. Defined Benefit Employee Pension Plan (continued)

contributions were the basis for the allocation, adjusted to remove the normal cost contributions paid by the local employers on behalf of their employees. These leave contributions toward the net pension liability of the Plan as the basis of allocation. This method of allocation properly distributes the collective net pension liability between the State of Maine as the non-employer contributing entity and those employers contributing towards the net pension liability of the plan using grant funding.

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

As of June 30, 2016, the Town reported a net pension liability of \$834,901. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by 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 the pension plan relative to the projected contributions of all participating members. At June 30, 2015, the Town's proportion was .261687%, which was a decrease of 0.022655% from its proportion measured at June 30, 2014.

For the fiscal year ended June 30, 2016, the Town recognized pension expense of \$117,929. At June 30, 2016, 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>
Differences between expected and actual experience	33,710	107,229
Changes in Assumption	73,783	-
Net Difference between projected between projected and actual earnings on pension plan investments	257,681	320,759
Changes in proportion and differences between employer contributions and proportionate share of contributions		97,706
Employer Contributions made subsequent to measurement date	117,929	
	<u>483,103</u>	<u>525,694</u>

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

<u>Year ended June 30,</u>	
2017	<u>(77,207)</u>
2018	<u>(77,207)</u>
2019	<u>(70,526)</u>
2020	<u>64,420</u>

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 - OTHER INFORMATION (Continued)

C. Defined Benefit Employee Pension Plan (continued)

Actuarial Assumptions

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.5%
Salary Increases	3.5%-13.5% at selected years of service
Investment Rate of Return	7.125%, net of administrative and pension plan investment expense

For the Town employees, the mortality rate is based on the RP2000 Combined Mortality Tables for males and females using Scale AA with a two year set back.

The actuarial assumptions used in the June 30, 2015 valuation were based on the results of an actuarial experience study performed in 2011 and covered the period July 1, 2005 – June 30, 2010.

The long-term expected rate of return on pension plan investments were determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce the long-term expected rate of return by weighing 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, 2015 are summarized in the following table:

<i>Asset Class</i>	<i>Target Allocation</i>	<i>Long-Term Expected Real Rate of Return</i>
US Equities	20%	5.2%
Non-US Equities	20%	5.5%
Private Equity	10%	7.6%
Real Assets:		
Real Estate	10%	3.7%
Infrastructure	10%	4.0%
Hard Assets	5%	4.8%
Fixed Income	25%	0.0%
	<u>100%</u>	

Discount Rate

The discount rate used to measure the total pension liability was 7.125%. The projection of cash flows used to determine the discount rate assumed the plan member contributions will be made the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 - OTHER INFORMATION (Continued)

B. Defined Benefit Employee Pension Plan (continued)

return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.125% as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.125%) or 1 percentage point higher (8.125%) than the current rate:

	<i>1% Decrease</i> <i>(6.125%)</i>	<i>Current Discount</i> <i>Rate (7.125%)</i>	<i>1% Increase</i> <i>(8.125%)</i>
Proportionate Share of the Net Pension Liability	\$ 1,663,369	\$ 834,901	\$ 49,461

Pension Plan Financial and Actuarial Information

Additional financial information and actuarial information can be found in the System Actuarial Valuation Reports available online at www.maineopers.org or contacting the System at (207) 512-3100.

C. Pension Plans

The government's full-time employees have the option of coverage under the ICMA or Maine Public Employees Retirement Systems.

The Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits the employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The plan is administered by an independent company, and the Town remits all compensation deferred to this administrator for investment as requested by the participant employees. All assets and income of the plans are held in trust for the exclusive benefit of participants and their beneficiaries.

The Town offers its employees a Money Purchase Pension Plan and Trust, which is administered by an independent provider. The Town shall contribute on behalf of each participant 8.40% of earnings plus another .5% of earnings if the employee contributes an additional 2% to a 457 deferred compensation plan for the plan year. Each participant is not required but can make voluntary contributions up to 10% of earnings for the plan year. All full-time employees not on the Maine Public Employees Retirement System are eligible to participate. Normal retirement age shall be 55 (not to exceed age 65). Participant's vesting requirements are fulfilled as follows: 3 years-20%; 4 years-40%; 5 years-60%; 6 years-80%; and 7 years and over-100%.

A participant may direct the investment without restriction among various options available under the trust. Loans are not permitted under the plan.

Additionally, the Town participates in a retirement health savings plan. Employees are allowed to contribute pre-tax wages to this account. The town will contribute the value of one sick day per month to the program for

TOWN OF HAMPDEN
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 - OTHER INFORMATION (Continued)

C. Pension Plans (continued)

employees who have reached the maximum allowable accrued sick time of 120 days. The Town's contribution to the health savings plan was \$36,800 for June 30, 2016, \$34,269 for June 30, 2014, and \$42,491 for June 30, 2013.

D. Deficit Fund Balance

As of June 30, 2016, the sewer fund has a negative unrestricted fund balance of \$1,234,792. The deficit is partially due to budgeting more expenses than revenues for the past several years. The Town Council did substantially raise sewer rates in February 2016.

TOWN OF HAMPDEN
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit J

	<i>Original Budget</i>	<i>Final Budget</i>	<i>Actual</i>	<i>Variance Favorable (Unfavorable)</i>
Revenues				
Taxes	12,481,573	12,481,573	12,825,701	344,128
Intergovernmental Revenues	343,036	465,113	467,898	2,785
Departmental Revenues	388,675	432,714	413,564	(19,150)
Other Local Sources	184,411	209,000	187,810	(21,190)
Total Revenues	13,397,695	13,588,400	13,894,973	306,573
Expenditures (Net of Departmental Revenues)				
General Government	1,123,888	1,123,888	1,128,236	(4,348)
Public Safety	2,575,083	2,703,513	2,660,566	42,947
Public Works	1,230,693	1,230,693	1,140,156	90,537
Solid Waste	360,004	360,004	369,886	(9,882)
Recreation and Culture	562,206	630,834	600,177	30,657
The Bus	82,000	82,000	90,991	(8,991)
Buildings and Grounds	82,664	82,664	90,049	(7,385)
General Assistance	10,000	10,000	488	9,512
Debt Service	319,958	319,958	321,677	(1,719)
Tax Increment Financing Assessments	189,148	189,148	189,148	-
Total Expenditures	13,738,062	13,935,120	13,513,076	422,044
Excess Revenues Over Expenditures	(340,367)	(346,720)	381,897	728,617
Other Financing Sources				
Transfer from Other Funds	372,867	379,220	354,220	(25,000)
Transfers to Other Funds	(347,500)	(347,500)	(347,500)	-
Total Other Financing Sources (Uses)	25,367	31,720	6,720	(25,000)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(315,000)	(315,000)	388,617	703,617
Fund Balance - July 1 (Budgetary Basis)			626,465	
Fund Balance - June 30 (Budgetary Basis)			1,015,082	
Adjustment to Conform with GAAP Elimination of Encumbrances			82,771	
Fund Balance - June 30 (GAAP Basis)			1,097,853	

TOWN OF HAMPDEN
REQUIRED SUPPLEMENTARY INFORMATION
PENSION PLAN SCHEDULES - LAST 10 FISCAL YEARS
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit K

Schedule 1 - Proportionate Share of the Net Pension Liability:

	<i>For the Fiscal Year Ended June 30, 2016</i>	<i>For the Fiscal Year Ended June 30, 2015</i>
Proportion of net pension liability	0.261687%	0.284342%
Proportionate share of net pension liability	\$834,901	\$437,549
Covered employee payroll	\$1,057,122	\$995,645
Proportionate share of the net pension liability as a percentage of its covered employee payroll	78.98%	43.95%
Plan Total Pension Liability	\$2,720,936,009	\$2,609,657,845
Plan Fiduciary Net Position	<u>\$2,401,889,308</u>	<u>\$2,455,776,671</u>
Plan Net Pension Liability	<u>\$319,046,701</u>	<u>\$153,881,174</u>
Plan Fiduciary Net Position as a % Of the Total Pension Liability	88.274%	94.103%
Plan Covered Employee Payroll	\$497,616,846	\$460,029,637
Plan Net Pension Liability as a % Of the Covered Employee Payroll	64.115%	33.450%

* Amounts presented for each fiscal year were determined as of June 30. A full year schedule will be displayed as it becomes available.

Schedule 2 - Schedule of Town Contributions:

	<i>For the Fiscal Year Ended June 30, 2016</i>	<i>For the Fiscal Year Ended June 30, 2015</i>
Contractually required contribution	\$117,929	\$106,968
Contribution in relation to the contractually required contribution	<u>(\$117,929)</u>	<u>(\$106,968)</u>
Contribution deficiency	<u>\$0</u>	<u>\$0</u>
Covered employee payroll	\$1,057,122	\$995,645
Contributions as a percentage of covered employee payroll	11.16%	10.74%

* Amounts presented for each fiscal year were determined as of June 30. A full year schedule will be displayed as it becomes available.

TOWN OF HAMPDEN
GENERAL FUND
STATEMENT OF ESTIMATED AND ACTUAL REVENUES
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit A-1
Page 1 of 2

	<i>Estimated</i>	<i>Actual</i>	<i>Over (Under) Budget</i>
Taxes			
Property	10,840,573	10,857,353	16,780
Auto Excise	1,600,000	1,918,931	318,931
Boat Excise	9,000	11,196	2,196
Lien Interest and Fees	23,000	23,696	696
Interest on Taxes	9,000	14,525	5,525
	<u>12,481,573</u>	<u>12,825,701</u>	<u>344,128</u>
Intergovernmental Revenues			
General Assistance	5,000	366	(4,634)
Tree Growth	2,000	3,925	1,925
Veterans Reimbursement	6,500	6,915	415
Homestead Reimbursement	162,041	162,041	-
Business Equipment Tax Reimbursement	126,884	126,962	78
DEA/School Reimb.	160,000	155,553	(4,447)
Distracted Driving Grant		1,104	1,104
Impaired Driving Grant		1,107	1,107
Speed Enforcement Grant		6,276	6,276
Highway Safety Grant		961	961
Snowmobile Reimbursement	2,688	2,688	-
	<u>465,113</u>	<u>467,898</u>	<u>2,785</u>
Departmental Revenues			
Ambulance Service	200,000	180,251	(19,749)
Police	2,500	1,180	(1,320)
MMA Safety Grant			-
Fire		3,004	3,004
Solid Waste Recycling	12,000	4,808	(7,192)
Transfer Station	45,000	32,690	(12,310)
Sewer	60,000	60,000	-
Plumbing Fees	6,500	9,503	3,003
Re-Registration Fees	20,000	24,161	4,161
Town Clerk Fees	12,500	11,773	(727)
Public Works/Cemetery Fees	5,000	8,076	3,076
Code Officer	15,000	21,741	6,741
Library	7,000	7,004	4
Bronco Travel Basketball Fees	34,634	34,634	-
Bronco Youth Football Fees	9,080	9,080	-
Animal Control	1,000	3,324	2,324
Planning/Zoning Fees	2,500	2,335	(165)
	<u>432,714</u>	<u>413,564</u>	<u>(19,150)</u>

**TOWN OF HAMPDEN
GENERAL FUND
STATEMENT OF ESTIMATED AND ACTUAL REVENUES
FOR THE YEAR ENDED JUNE 30, 2016**

**Exhibit A-1
Page 2 of 2**

	<i>Estimated</i>	<i>Actual</i>	<i>Over (Under) Budget</i>
Other Local Sources			
Interest on Investments	10,000	4,018	(5,982)
Fair Value Increases (Decreases)		(11,815)	(11,815)
Cable TV Franchise	40,000	38,893	(1,107)
Sale of Cemetery Lots	4,000	2,350	(1,650)
Sale of Tax Acquired Property		650	650
Rental Income	2,000	6,250	4,250
Fees and Permits	1,000	2,019	1,019
Service Charges	15,000	8,644	(6,356)
PERC Revenue	85,000	60,029	(24,971)
401 Forfeiture Funds	50,000	56,193	6,193
Business Park Revenue		20,000	20,000
All Other	2,000	579	(1,421)
	<u>209,000</u>	<u>187,810</u>	<u>(21,190)</u>
Operating Transfers In			
Municipal Revenue Sharing	348,000	348,000	-
Cable Reserve	20,000		(20,000)
Reserves	6,220	6,220	-
Cemetery Reserve	5,000		(5,000)
	<u>379,220</u>	<u>354,220</u>	<u>(25,000)</u>
Total Revenues and Transfers	13,967,620	<u><u>14,249,193</u></u>	<u><u>281,573</u></u>
Beginning Fund Balance Used To Reduce Tax Commitment	<u>315,000</u>		
Total	<u><u>14,282,620</u></u>		

**TOWN OF HAMPDEN
GENERAL FUND
STATEMENT OF APPROPRIATIONS, EXPENDITURES AND ENCUMBRANCES
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Encumbered From 6/30/15</u>	<u>Appropriations</u>	<u>Expenditures Net of Refund</u>	<u>Encumbered To 6/30/17</u>	<u>Under Budget</u>
General Government					
Administration		575,598	586,404		(10,806)
GIS/IT		106,423	103,928		2,495
Communications		19,772	17,194		2,578
Town Council		30,890	29,489		1,401
Municipal Building		86,507	102,203		(15,696)
Tax Collector		6,000	6,045		(45)
Elections		8,529	6,113		2,416
Planning/Assessing		178,594	171,774		6,820
Economic Development		111,575	105,086		6,489
	-	1,123,888	1,128,236	-	(4,348)
Public Safety					
Police Department	15,000	1,015,947	1,030,522		425
DARE Program	1,733			1,733	-
Fire Department		953,330	915,744		37,586
Fire Department - FEMA Grant	131				131
Public Safety		187,836	183,240		4,596
Non Department Utilities		546,400	546,191		209
	16,864	2,703,513	2,675,697	1,733	42,947
Public Works					
Public Works		1,194,967	1,056,785	52,491	85,691
Municipal Garage		25,726	20,407		5,319
Stormwater		10,000	10,473		(473)
	-	1,230,693	1,087,665	52,491	90,537
Solid Waste		360,004	369,886		(9,882)
Recreation and Culture					
Recreation		131,117	135,006		(3,889)
Bronco Travel Basketball	13,479	34,634	30,038	18,075	-
Bronco Youth Football	9,466	9,080	8,074	10,472	-
Snowmobile	12,282	2,688	2,000		12,970
Dyer Library		249,608	247,054		2,554
Lura Hoyt Pool		203,707	184,685		19,022
	35,227	630,834	606,857	28,547	30,657

**TOWN OF HAMPDEN
GENERAL FUND
STATEMENT OF APPROPRIATIONS, EXPENDITURES AND ENCUMBRANCES
FOR THE YEAR ENDED JUNE 30, 2016**

	<i>Encumbered From 6/30/15</i>	<i>Appropriations</i>	<i>Expenditures Net of Refund</i>	<i>Encumbered To 6/30/17</i>	<i>(Over) Under Budget</i>
The Bus		82,000	90,991		(8,991)
Buildings and Grounds		82,664	90,049		(7,385)
General Assistance		10,000	488		9,512
Debt Service		319,958	321,677		(1,719)
TIF		189,148	189,148		-
Assessments					
Regional School District		6,130,574	6,130,574		-
County Tax		768,555	768,555		-
Overlay		303,289	22,573		280,716
		7,202,418	6,921,702	-	280,716
Transfers To Other Funds					
Town Roads Reserve		100,000	100,000		-
Public Works Equipment Reserve		150,000	150,000		-
Municipal Building Reserve		20,000	20,000		-
Library Reserve		5,000	5,000		-
Wage Study Reserve		40,000	40,000		-
Police Cruiser Reserve		17,500	17,500		-
Computer Reserve		15,000	15,000		-
		347,500	347,500		-
Totals	52,091	14,282,620	13,829,896	82,771	422,044

TOWN OF HAMPDEN
GENERAL FUND
STATEMENT OF CHANGES IN UNASSIGNED FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit A-3

Unassigned Fund Balance, July 1	626,465	
Unassigned Fund Balance, June 30	<u>1,015,082</u>	
Increase (Decrease)		<u><u>388,617</u></u>

Analysis of Change

Budget Summary		
Revenue Surplus (Exhibit A-1)	281,573	
Unexpended Balance of Appropriations and Operating Transfers (Exhibit A-2)	<u>422,044</u>	
Budget Surplus		703,617
Deductions		
Beginning Fund Balance Used To Reduce Tax Commitment		<u>(315,000)</u>
Increase (Decrease)		<u><u>388,617</u></u>

**TOWN OF HAMPDEN
ALL GENERAL RESERVES
BALANCE SHEET
JUNE 30, 2016**

Exhibit A-4

<i>Assets</i>	<i>Municipal Revenue Sharing</i>	<i>Town Reserves</i>	<i>Fire Training School</i>	<i>Voting Machine</i>	<i>Recreation</i>	<i>Host Community Benefit</i>	<i>Lura Hoit Enterprise</i>	<i>Lura Hoit Pool</i>	<i>Totals</i>
Cash and Equivalents		87,009				1,585		23,168	111,762
Investments								85,345	85,345
Due from Other Funds	152,666	51,428	4,061	18,492	224,665	230,405	58,453		740,170
Total Assets	152,666	138,437	4,061	18,492	224,665	231,990	58,453	108,513	937,277
Liabilities & Fund Balances									
<i>Liabilities</i>									
Due to Other Funds								27,737	27,737
Total Liabilities	-	-	-	-	-	-	-	27,737	27,737
<i>Fund Balances</i>									
Restricted	152,666								152,666
Committed		138,437	4,061	18,492	224,665		58,453	80,776	524,884
Unassigned						231,990			231,990
Total Fund Balances	152,666	138,437	4,061	18,492	224,665	231,990	58,453	80,776	909,540
Total Liabilities & Fund Balances	152,666	138,437	4,061	18,492	224,665	231,990	58,453	108,513	937,277

**TOWN OF HAMPDEN
ALL GENERAL RESERVES
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2016**

	Municipal Revenue		Fire		Voting		Host		Lura Hoit		Totals
	Sharing	Town Reserves	Training School	Recreation	Machine	Community Benefit	Enterprise	Pool			
Revenues											
Intergovernmental Revenues	375,973										375,973
Investment Income		450							1,657		2,107
Fair Value Increases (Decreases)		899							(6,177)		(5,278)
Other Local Sources		5,220		378,432		7,527	157,925		15,581		564,685
Total Revenues	375,973	6,569	-	378,432	-	7,527	157,925	-	11,061	-	937,487
Expenditures											
General Government		27,090				64,991					92,081
Public Safety		3,345									3,345
Public Works		3,593				30,539					34,132
Debt Service						117,282					117,282
Recreation and Culture				278,330			128,694		98		407,122
Total Expenditures	-	34,028	-	278,330	-	212,812	128,694	-	98	-	653,962
Excess of Revenues Over (Under) Expenditures	375,973	(27,459)	-	100,102	(205,285)	29,231	10,963				283,525
Other Financing Sources (Uses)											
Transfers from Other Funds		57,500				11,815					69,315
Transfers to Other Funds		(10,825)				(16,815)			(10,000)		(385,640)
Total Other Financing Sources (Uses)	(348,000)	46,675	-	-	-	11,815	(16,815)	(10,000)	(10,000)	(316,325)	
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	27,973	19,216	-	100,102	(193,470)	12,416	963				(32,800)
Fund Balance - July 1	124,693	119,221	4,061	18,492	124,563	425,460	46,037	79,813			942,340
Fund Balance - June 30	152,666	138,437	4,061	18,492	224,665	231,990	58,453	80,776	-	-	909,540

**TOWN OF HAMPDEN
GENERAL RESERVE FUNDS
SCHEDULE OF ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2016**

<i>Reserve Fund</i>	<i>Balance July 1</i>	<i>Revenues</i>	<i>Interest</i>	<i>Increase (Decrease) In Fair Value</i>	<i>Transfers In</i>	<i>Expenditures</i>	<i>Transfers Out</i>	<i>Balance June 30</i>
Boat Fund/Public Safety	1,464		4	10				1,478
Buildings/Grounds	3,772		11	23		(500)		3,306
Contingency	612		2	4				618
Copier	240		1	2				243
DEP/EPA Garage Improvement	20,705		57	136		(3,093)		17,805
Economic Development	1,545		5	10				1,560
EMS/Vaccine	1,184		3	8				1,195
Fire Department Building	1,624		5	11				1,640
Fire Training	2,329		7	16				2,352
Fire Truck Refurbishing	20,769		64	140				20,973
Fire Visual Aid	57			1				58
GIS Mapping	22,178		69	150				22,397
Library Grant	256		1	2				259
Matching Grants	19,001		52	115			(4,605)	14,563
Planning Board Development	119			1				120
Planning Board	1,794		3	11		(1,056)		752
Planning and Commissions	5,214		16	35				5,265
Police Cruiser/Communication	8,982		49	140	17,500	(3,345)		23,326
Town Properties Survey	8,213		23	53		(699)		7,590
Town Records Restoration	2							2
Wage Study and Implementation	(839)	5,220	78	31	40,000	(25,335)	(6,220)	12,935
	119,221	5,220	450	899	57,500	(34,028)	(10,825)	138,437

**TOWN OF HAMPDEN
ALL SPECIAL REVENUE FUNDS
BALANCE SHEET
JUNE 30, 2016**

**Exhibit B-1
Page 1 of 2**

<i>Assets</i>	<i>Pool</i>	<i>Public</i>	<i>Hampden</i>	<i>Library</i>	<i>Library</i>	<i>Flag</i>	<i>Children's</i>
	<i>Donation</i>	<i>Safety</i> <i>Donation</i>	<i>Bus. Assoc.</i> <i>Fund</i>	<i>Fund</i>	<i>Grant</i>	<i>Project</i>	<i>Day</i> <i>Raffle</i>
Cash and Equivalents	285	1,964	1,065	2,054	15,563		445
Due from Other Funds							
Total Assets	285	1,964	1,065	2,054	15,563	-	445
<i>Liabilities & Fund Balances</i>							
Liabilities							
Due to Other Funds						580	
Total Liabilities	-	-	-	-	-	580	-
Fund Balances							
Restricted	285	1,964	1,065	2,054	15,563		445
Unassigned						(580)	
Total Fund Balances	285	1,964	1,065	2,054	15,563	(580)	445
Total Liabilities & Fund Balances	285	1,964	1,065	2,054	15,563	-	445

TOWN OF HAMPDEN
 ALL SPECIAL REVENUE FUNDS
 BALANCE SHEET
 JUNE 30, 2016

Exhibit B-1
 Page 2 of 2

Assets	Laura Hoit	Wellness	Pink	Katahdin	MRPA	EYOC	Maine	Totals
	Pool	Fund	Garden	Trust	Tickets	Equipment	Community	
Scholarship				Partnership		Grant	Heritage	
							Grant	
Cash and Equivalents	31,324				765	3	129	31,324
Due from Other Funds		30	445	96				22,844
Total Assets	31,324	30	445	96	765	3	129	54,168
Liabilities & Fund Balances								
Liabilities								
Due to Other Funds								580
Total Liabilities	-	-	-	-	-	-	-	580
Fund Balances								
Restricted	31,324	30	445	96	765	3	129	54,168
Unassigned								(580)
Total Fund Balances	31,324	30	445	96	765	3	129	53,588
Total Liabilities & Fund Balances	31,324	30	445	96	765	3	129	54,168

TOWN OF HAMPDEN
ALL SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2016

	Pool Donation	Public Safety Donation	Hampden Bus. Assoc. Fund	Assistance to Firefighter Grant	Balistic Shield Grant	Library Fund	Library Grant
Revenues							
Intergovernmental Revenues				44,888	1,137		
Other Local Sources		645			5	12,698	
Total Revenues	-	645	-	44,888	1,142	12,698	-
Expenditures							
General Government							
Public Safety		2,995		47,132	1,714		
Recreation and Culture						16,506	32,419
Total Expenditures	-	2,995	-	47,132	1,714	16,506	32,419
Excess of Revenues Over (Under) Expenditures	-	(2,350)	-	(2,244)	(572)	(3,808)	(32,419)
Other Financing Sources (Uses)							
Transfers from Other Funds				2,244	572	2,500	
Transfers to Other Funds							
Total Other Financing Sources (Uses)	-	-	-	2,244	572	2,500	-
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	-	(2,350)	-	-	-	(1,308)	(32,419)
Fund Balance - July 1	285	4,314	1,065			3,362	47,982
Fund Balance - June 30	285	1,964	1,065	-	-	2,054	15,563

TOWN OF HAMPDEN
ALL SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2016

	Flag Project	Children's Day Raffle	Library Willard Donation	Laura Hoit Pool Scholarship	Ice Rescue Suit Safety Grant	Wellness Fund
Revenues						
Intergovernmental Revenues		1,270		1,547	2,000	
Other Local Sources						
Total Revenues	-	1,270	-	1,547	2,000	-
Expenditures						
General Government						
Public Safety					3,052	
Recreation and Culture		1,210	4,717	107		
Total Expenditures	-	1,210	4,717	107	3,052	-
Excess of Revenues Over (Under) Expenditures	-	60	(4,717)	1,440	(1,052)	-
Other Financing Sources (Uses)						
Transfers from Other Funds					1,052	
Transfers to Other Funds						
Total Other Financing Sources (Uses)	-	-	-	-	1,052	-
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	-	60	(4,717)	1,440	-	-
Fund Balance - July 1	(580)	385	4,717	29,884		30
Fund Balance - June 30	(580)	445	-	31,324	-	30

**TOWN OF HAMPDEN
ALL SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2016**

**Exhibit B-2
Page 3 of 3**

	<i>Pink Garden</i>	<i>Katahdin Trust Partnership</i>	<i>MRPA Tickets</i>	<i>EVOG Equipment Grant</i>	<i>Maine Community Heritage Grant</i>	<i>Totals</i>
Revenues						
Intergovernmental Revenues	87		8,355	1,469		46,025
Other Local Sources						28,076
Total Revenues	87	-	8,355	1,469	-	74,101
Expenditures						
General Government	190			2,203		190
Public Safety			7,590			57,096
Recreation and Culture						62,549
Total Expenditures	190	-	7,590	2,203	-	119,835
Excess of Revenues Over (Under) Expenditures	(103)	-	765	(734)	-	(45,734)
Other Financing Sources (Uses)						
Transfers from Other Funds				737		7,105
Transfers to Other Funds						0
Total Other Financing Sources (Uses)	-	-	-	737	-	7,105
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	(103)	-	765	3	-	(38,629)
Fund Balance - July 1	548	96			129	92,217
Fund Balance - June 30	445	96	765	3	129	53,588

TOWN OF HAMPDEN
ALL CAPITAL PROJECTS FUNDS
BALANCE SHEET
JUNE 30, 2016

Exhibit C-1

	<i>Mayo Road</i>	<i>Capital Improvement Program</i>	<i>Totals</i>
<i>Assets</i>			
Cash		202,330	202,330
Investments		76,223	76,223
Due from Other Funds	109,881	82,735	192,616
Total Assets	109,881	361,288	471,169
<i>Liabilities & Fund Balances</i>			
Liabilities			
Accounts Payable			-
Due To Other funds			-
Total Liabilities	-	-	-
Fund Balances			
Committed	109,881	361,288	471,169
Total Fund Balances	109,881	361,288	471,169
Total Liabilities & Fund Balances	109,881	361,288	471,169

TOWN OF HAMPDEN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit C-2

	<i>Mayo Road</i>	<i>Capital Improvement Program</i>	<i>Totals</i>
Revenues			
Investment Income		1,203	1,203
Fair Value Increases (Decreases)		2,622	2,622
Other Local Sources		72,756	72,756
Total Revenues	-	76,581	76,581
Expenditures			
Capital Outlay		373,350	373,350
Total Expenditures	-	373,350	373,350
Excess of Revenues Over Expenditures	-	(296,769)	(296,769)
Other Financing Sources (Uses)			
Transfers from Other Funds		305,000	305,000
Transfers to Other Funds		-	-
Total Other Financing Uses	-	305,000	305,000
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	-	8,231	8,231
Fund Balance - July 1	109,881	353,057	462,938
Fund Balance - June 30	109,881	361,288	471,169

TOWN OF HAMPDEN
 CAPITAL IMPROVEMENT PROGRAM
 SCHEDULE OF ACTIVITY
 FOR THE YEAR ENDED JUNE 30, 2016

Reserve Fund	Balance July 1	Revenues	Interest	Increase (Decrease) In Fair Value	Transfers In	Expenditures	Transfers Out	Balance June 30
Ambulance	174,925	3,500	269	320		(226,650)		(47,636)
Bus	1,142		3	8				1,153
Cemetery	12,179	2,188	40	87				14,494
Communications	798		3	5				806
Computer	64,947	1,071	218	415	15,000	(13,280)		68,371
Equip. Replacement - Public Works	(37,580)		(93)	167	150,000	(108,304)		4,190
Fire Truck	86,424		267	583				87,274
Library	20,994		75	146	5,000	(986)		25,229
Marina	14,284		44	96				14,424
Municipal Building	1,248		49	22	20,000	(5,733)		15,586
Pool Facility	31,722		98	214	15,000			47,034
Recreation	68,978		206	433		(17,636)		51,981
Solid Waste	18,427		57	124				18,608
Town Roads	(105,431)	65,997	(33)	2	100,000	(761)		59,774
	353,057	72,756	1,203	2,622	305,000	(373,350)	-	361,288

**TOWN OF HAMPDEN
ALL PERMANENT FUNDS
BALANCE SHEET
JUNE 30, 2016**

Exhibit D-1

<i>Assets</i>	<i>Dyer Library</i>	<i>Cemetery</i>	<i>Diane Marshall Book Fund</i>	<i>Totals</i>
Cash and Equivalents	75,285	37,199	476	112,960
Investments	315,418	63,250		378,668
Due from Other Funds		50		50
Total Assets	390,703	100,499	476	491,678
 <i>Liabilities & Fund Balances</i>				
Liabilities				
Due to Other Funds	1,648	5,000		6,648
Total Liabilities	1,648	5,000	-	6,648
Fund Balances				
Nonspendable	257,242	58,620	200	316,062
Assigned	131,813	36,879	276	168,968
Total Fund Balances	389,055	95,499	476	485,030
Total Liabilities & Fund Balances	390,703	100,499	476	491,678

**TOWN OF HAMPDEN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ALL PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2016**

Exhibit D-2

	<i>Dyer Library</i>	<i>Cemetery</i>	<i>Diane Marshall Book Fund</i>	<i>Totals</i>
Revenues				
Fair Value Increases (Decreases)	5,155	1,592		6,747
Investment Income	3,544	1,011		4,555
Other Local Sources				-
Total Revenues	<u>8,699</u>	<u>2,603</u>	<u>-</u>	<u>11,302</u>
Expenditures				
Cemetery Maintenance				-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>8,699</u>	<u>2,603</u>	<u>-</u>	<u>11,302</u>
Other Financing Sources (Uses) Transfers to Other Funds	<u>(2,500)</u>			<u>(2,500)</u>
Total Other Financing Uses	<u>(2,500)</u>	<u>-</u>	<u>-</u>	<u>(2,500)</u>
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	<u>6,199</u>	<u>2,603</u>	<u>-</u>	<u>8,802</u>
Fund Balance - July 1	<u>382,856</u>	<u>92,896</u>	<u>476</u>	<u>476,228</u>
Fund Balance - June 30	<u>389,055</u>	<u>95,499</u>	<u>476</u>	<u>485,030</u>