



**ANNUAL TOWN REPORT
FOR FISCAL YEAR ENDING
DECEMBER 31, 2017**

**PO BOX 97, 285 MAIN STREET
FRENCHVILLE, ME 04745
PHONE NUMBER: 543-7301**

Town Manager: **Ryan E. Pelletier** TOWNMANAGER@FRENCHVILLE.ORG
Town Clerk: **Susette Zetterman** TOWNCLERK@FRENCHVILLE.ORG
Deputy Clerk: **Shelby Ouellette** DEPUTYCLERK@FRENCHVILLE.ORG

WEBSITE:

WWW.FRENCHVILLE.ORG



**TOWN OFFICE HOURS:
MONDAY THROUGH FRIDAY
8:00 AM TO 4:30 PM**

2017 MUNICIPAL DIRECTORY

ADMINISTRATION/TOWN OFFICE:

Ryan E. Pelletier, Town Manager
Susette Zetterman, Town Clerk
Shelby Ouellette, Deputy Clerk

PUBLIC WORKS:

Eric I. Blanchette, Road Commissioner
Chad Ouellette
Randy Dumais

WASTEWATER TREATMENT PLANT

| | EXP DATE |
|--------------------------------|-----------------|
| Andre Gendreau, Superintendent | N/A |
| Craig Lawrence, BOS Rep. | Mar-20 |

FIRE DEPARTMENT:

| | |
|-----------------------------|--------------------|
| Peter Parent, Fire Chief | Michael Michaud |
| Gary Paradis, Asst Chief | Andrew Guerrette |
| Adam Paradis, Treasurer | Ken Hebert |
| Chad Ouellette, Secretary | Reno Voisine |
| Eric I. Blanchette, Captain | Ian Dionne |
| Ivan a. Blanchette, Captain | Mark Albert |
| Dean R. Lavoie, Captain | Ivan Dube |
| Roger Dube, Captain | Jacob Bernier |
| Danny Ouellette | Isaac DeMontigny |
| Maurice Guerrette Jr. | Bert Albert |
| Lloyd Paradis | Zachary DeMontigny |

FIRE WARDEN:

Gary Paradis

CDBG GRANT WRITER:

Donald Lebel

CODE ENFORCEMENT/PLUMBING INSPECTOR:

| | EXP DATE |
|-------------------|-----------------|
| Robert C. Ouellet | Apr-18 |

BOARD OF SELECT PEOPLE:

| | EXP DATE |
|--------------------------|-----------------|
| Craig Lawrence, Chairman | Mar-20 |
| Yvon Dube, Co-Chairman | Mar-19 |
| Clarence Roy | Mar-18 |
| Andrew McQuarrie | Mar-19 |

SCHOOL BOARD DIRECTORS:

| | EXP DATE |
|---|-----------------|
| Rose McQuarrie, Frenchville Chairperson | Mar-20 |
| Melissa M. Paradis, Frenchville | Mar-18 |
| Norman Cyr Jr., Frenchville | Mar-19 |
| Becky Derosier-Pelletier, Frenchville | Mar-19 |
| Lana Cyr, Frenchville | Mar-18 |
| Jean Martin, St. Agatha | Jun-20 |
| Kristin Babin, St. Agatha | Jun-19 |
| Gerard Castonguay, St. Agatha | Jun-18 |

SUPERINTENDENT OF SCHOOLS:

Lisa M. Bernier

DR. LEVESQUE SCHOOL

Lisa M. Bernier, Principal

ST JOHN VALLEY TECHNOLOGY CENTER:

Kevin Lavoie, Director

WISDOM HIGH SCHOOL:

Ralph Fantasia, Jr., Principal

PLANNING BOARD:

| | EXP DATE |
|-------------------|-----------------|
| Maurice Dube | Apr-20 |
| Lloyd P. Paradis | Apr-18 |
| Robert V. Paradis | Apr-18 |
| Dale B. Roy | Apr-18 |
| Aurel E. Lavoie | Apr-19 |
| Kevin Lavoie | Apr-19 |
| Daniel Paradis | Apr-19 |

2017 MUNICIPAL DIRECTORY

ANIMAL CONTROL OFFICER:

Dean Lavoie

EXP DATE
Apr-18

HEALTH OFFICER:

Donna Picard

EXP DATE
Apr-20

BUDGET COMMITTEE:

Vernon Labbe
Kevin Lavoie
Daniel M. Pelletier
Aurel E. Lavoie
Gary Paradis
Jeremy Pelletier

EXP DATE
Mar-20
Mar-20
Mar-20
Mar-18
Mar-19
Mar-19

ZONING BOARD OF APPEALS

Adam Paradis
Carl Sousa
Ronnie Picard
Brian Roy

EXP DATE
20-Apr
18-Apr
18-Apr
18-Apr

NORTHERN AROOSTOOK REGIONAL AIRPORT

David Fernald Sr.

Manager

NORTHERN AROOST. REGIONAL AIRPORT AUTHORITY BOARD:

Craig Lawrence, BOS Rep.
Adam Paradis

EXP DATE
Mar-20
Apr-18

NORTHERN AROOSTOOK REGIONAL SEPTAGE BOARD:

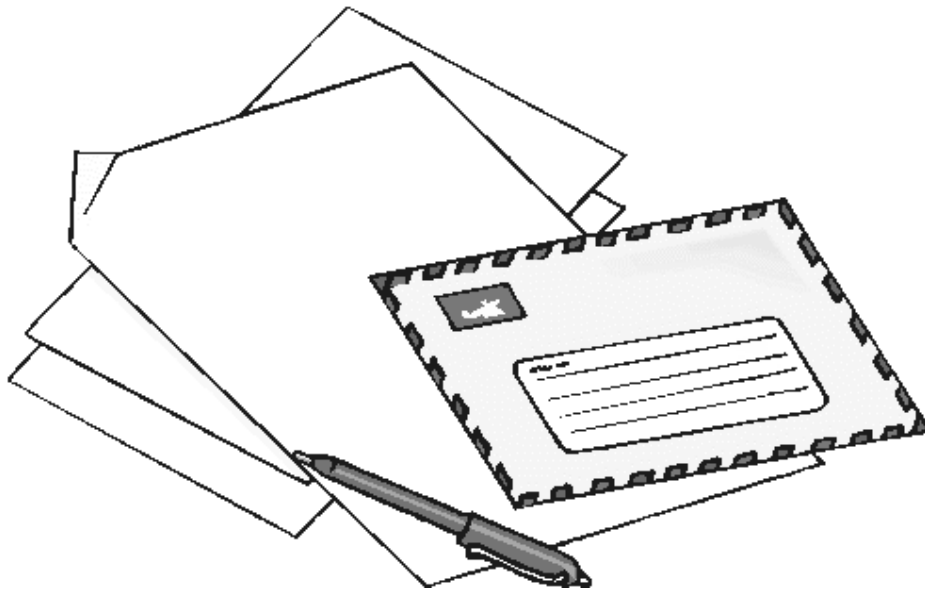
Paul Bernier, Administrator
Ryan E. Pelletier
Aubrie Michaud

County
Frenchville
St. Agatha

VALLEY RECYCLING FACILITY

Charles Pelletier

Supervisor



LEGISLATIVE LETTERS



Roland Danny Martin
P.O. Box 97
Sinclair, ME 04779
(207) 543-6165
Danny.Martin@legislature.maine.gov

HOUSE OF REPRESENTATIVES

2 STATE HOUSE STATION
AUGUSTA, MAINE 04333-0002

(207) 287-1400
TTY: (207) 287-4469

Dear Neighbors,

Thank you for the opportunity to serve the citizens of Frenchville in the Maine House of Representatives during the 128th Legislature. It is an honor to represent our community in Augusta.

During the 2018 legislative session, our work has focused on urgent legislation and bills carried over from last year's session. We are scheduled to complete our work in late April.

One of our top priorities will be implementing recommendations from the Task Force to Address the Opioid Crisis, which completed its work last fall. Their recommendations include bettering prevention efforts and law enforcement resources and increasing treatment options. This is a serious issue and we must do more to protect Maine families.

Another priority will be on responsibly implementing the MaineCare expansion initiative overwhelmingly passed by voters last November.

I am proud to continue to serve as chair of the Joint Standing Committee on State and Local Government, where we will consider bills that address state government organization, public services and municipal and local government concerns. I am also proud to serve on the Joint Standing Committee on Agriculture, Conservation and Forestry where I will continue to protect the best interests of the agricultural community of Aroostook County.

Input from the people of Frenchville is invaluable and will shape the work I do in Augusta to strengthen the partnership between town and state government. I fully welcome your questions and feedback. Please feel free to contact me by phone at (207) 231-1358 or by email at Danny.Martin@legislature.maine.gov.

Kind regards,

A handwritten signature in black ink, appearing to read "Danny", with a horizontal line underneath.

Roland Danny Martin
State Representative

District 150 Frenchville, Grand Isle, Madawaska, St. Agatha and Van Buren, plus the unorganized territory of Square Lake (including Cross Lake, Madawaska Lake and Sinclair Townships)

*128th Legislature
Senate of
Maine
Senate District 1*

*Senator Troy D. Jackson
Senate Democratic Leader
3 State House Station
Augusta, ME 04333-0003
Office (207) 287-1515
Cell (207) 436-0763
SenatorJackson1@gmail.com*

Dear Residents of Frenchville,

I hope 2018 finds you and your family doing well. It is an honor to represent you and this community as your State Senator. It is also a privilege to serve in the Maine Senate as the Senate Democratic Leader.

This past year, the Legislature made progress in providing direct property tax relief to Maine homeowners. I fought tirelessly to increase the Homestead Property Exemption from \$15,000 to \$20,000. In addition to direct property tax relief, we also protected state funding for local services such as fire departments and road maintenance, and increased public K-12 education funding by \$162 million over the biennium. These efforts will decrease the pressure on municipalities to increase mil rates. I know this is a top priority for many in our district and I will continue to work towards greater relief.

I would also like to share some information about the state's unclaimed property list. "Unclaimed property" is money owed to Maine people by third parties, such as former employers, banks or utility companies. Organizations are required to give unclaimed property to the State Treasurer after a specified period of time, after which the owner of the unclaimed property can retrieve it from the state. Even if you have done everything right, you could have unclaimed property. It could be from a forgotten account, an overpaid bill or uncollected wages. This money could be unclaimed as a result of a change in name, addresses or bank account. Visit maine.gov/unclaimed or call 1-888-283-2808 to see if you have any unclaimed property.

I am always available to listen to your thoughts or concerns as the Legislature does its work. Email me at SenatorJackson1@gmail.com or call (207) 436-0763. As part of my effort to bring matters happening in Augusta back home to our district, I am pleased to offer an email newsletter to share information about ongoing legislative issues and useful resources. Please contact me to join.

As your State Senator, I will continue to do as I have always done in the past, and that is work with all sides to do what is best for you, our district, and our state. I look forward to seeing you around.

Sincerely,



Troy D. Jackson
State Senator

SUSAN M. COLLINS
MAINE

413 DIRKSEN SENATE OFFICE BUILDING
WASHINGTON, DC 20510-1904
(202) 224-3523
(202) 224-2693 (FAX)

United States Senate
WASHINGTON, DC 20510-1904

Dear Friends:

It is an honor to represent Maine in the United States Senate. I am grateful for the trust the people of our State have placed in me and welcome this opportunity to share some key accomplishments from this past year.

Maine has the oldest average age in the nation. As Chairman of the Senate Aging Committee, my top three priorities for the Committee are fighting fraud and financial abuse directed at our nation's seniors, increasing investments in biomedical research, and improving retirement security. Following the Committee's investigation into skyrocketing prescription drug costs, I authored bipartisan legislation to foster generic competition, which was signed into law. The Aging Committee's toll-free hotline (1-855-303-9470) makes it easier for seniors to report suspected fraud and receive assistance. To support the 40 million family caregivers in the United States, I am proud to have authored the RAISE Family Caregivers Act to create a coordinated strategy to support family members who make countless personal and financial sacrifices to care for their loved ones.

The opioid crisis touches families and communities across our state. As a member of the Appropriations Committee, I fought for significant increases in funding to support community, law-enforcement, and public health efforts. In April, the State of Maine was awarded over \$2 million to fight this devastating public health crisis. Additionally, I have authored legislation to support grandparents and other extended family members who are raising grandchildren as a result of the nation's opioid epidemic.

Biomedical research has the potential to improve and save lives, and also supports good jobs at research facilities here in Maine. Last year, the Appropriations Committee approved a \$2 billion increase for the National Institutes of Health for the third consecutive year. This includes an increase of nearly 30 percent for research on Alzheimer's, our nation's most costly disease. As founder and co-chair of the Senate Diabetes Caucus, I work to raise awareness of the threats posed by diabetes, invest in research, and improve access to treatment options. My bill to establish a national commission of health care experts on diabetes care and prevention was signed into law in 2017.

We owe our veterans so much. Last year, I worked to secure the authorization of a Community-Based Outpatient Clinic in Portland to support the health care of Maine's veterans in the southern part of our state. I also worked to secure funding extensions to help veterans throughout rural Maine receive health care within their communities. I also worked to secure funding for housing vouchers for veterans to reduce veterans' homelessness.

Maine's contributions to our national security stretch from Kittery to Limestone. I successfully advocated for critical funding for projects at the Portsmouth Naval Shipyard for construction of an additional ship that will likely be built at Bath Iron Works. This funding will strengthen our national security and preserve great jobs in our state.

As chairman of the Transportation and Housing Appropriations Subcommittee, I worked to increase funding for the TIGER program that has provided Maine with more than \$122 million for vital transportation projects. For housing, I worked to provide \$160 million to help communities protect children from the harmful effects of lead poisoning.

Growing our economy remains a top priority. I supported the comprehensive tax reform bill because it will help lower- and middle-income families keep more of their hard-earned money; boost the economy; and encourage businesses, both small and large, to grow and create jobs here in Maine and around the country. This legislation contains key provisions I authored that are important to Mainers, including preserving the deduction

for state and local taxes, expanding the deduction for medical expenses, and enabling public employees such as firefighters, teachers, and police officers, as well as clergy and employees of nonprofits, to make “catch-up” contributions to their retirement accounts. I led the effort to ensure that the tax cut will not trigger automatic budget cuts to Medicare or any other programs.

A Maine value that always guides me is our unsurpassed work ethic. As of December 2017, I have cast more than 6,500 consecutive votes, continuing my record of never missing a roll-call vote since my Senate service began in 1997.

I appreciate the opportunity to serve Aroostook County and Maine in the United States Senate. If ever I can be of assistance to you, please contact my Caribou office at 207-493-7873 or visit my website at www.collins.senate.gov. May 2018 be a good year for you, your family, your community, and our state.

Sincerely,

A handwritten signature in blue ink that reads "Susan M. Collins". The signature is fluid and cursive, with the first name "Susan" and the last name "Collins" being more prominent than the middle initial "M".

Susan M. Collins
United States Senator



Paul R. LePage
GOVERNOR

STATE OF MAINE
OFFICE OF THE GOVERNOR
1 STATE HOUSE STATION
AUGUSTA, MAINE
04333-0001

Dear Citizen of Frenchville:

For the past seven years as your Governor, my priority has been to make Maine—our people—prosper. Helping you keep more money in your wallet by reducing taxes has been part of that mission.

Too many Maine families are facing skyrocketing property taxes that strain household budgets. Our elderly on fixed incomes are particularly vulnerable to these increases. School budgets are often blamed for annual increases in property taxes. But there's another reason. A tremendous amount of land and property value has been taken off the tax rolls, leaving homeowners to pick up the tab.

As of 2016, towns and cities owned land and buildings valued at nearly \$5.5 billion statewide. Large and wealthy non-profits, such as hospitals and colleges, often escape paying property taxes on their vast real estate holdings—totaling more than \$5.1 billion statewide.

In Maine, nearly 2.5 million acres of land have been set aside for conservation by the federal and state governments and non-profit organizations, including land trusts. Municipalities are losing out on property taxes on an estimated \$2 billion in land that has been either removed from the tax rolls or prohibited from development—shifting the cost of municipal services to local homeowners through higher property taxes.


It's time to recognize the results of taking property off the tax rolls and identify solutions to reduce the burden on our homeowners. My administration's proposals have been met with staunch resistance.

In 1993, about 35,800 acres of land were documented as land-trust owned. That number has increased by an astonishing 1,270 percent. Land trusts now control over 490,000 acres with an estimated value of \$403 million. We must restore the balance. We will be working this session to ensure all land owners are contributing to the local tax base. It's time for them to pay their fair share.

I encourage you to ask your local officials how much land in your municipality has been taken off the tax rolls, as well as how much in tax revenue that land would have been contributing today to offset your property taxes.

If ever I can be of assistance to you or if you have any questions or suggestions, I encourage you to contact my office by calling 287-3531 or by visiting our website at www.maine.gov/governor.

Sincerely,


Paul R. LePage
Governor



PRINTED ON RECYCLED PAPER



ADMINISTRATION LETTERS & REPORTS



To the Board of Selectmen and Residents of Frenchville:

It is with great pleasure that I present to you, the citizens of Frenchville, our Annual Town Report for 2017. It was filled with many town accomplishments of which I am glad to be a part of.

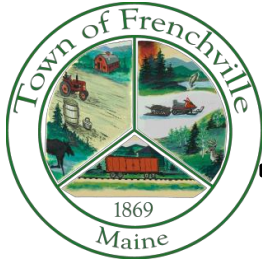
2017 was another year of great strides for the Town of Frenchville. This year was no different with moving forward with several projects that had results that ended up very positive all around for the Town of Frenchville. Financially, I believe the Town is in the best position it ever has been in many years with adding another \$18,166.00 into our **Undesignated Fund Balance**, leaving us with a balance of \$872,277 at year end after completing our 2017 budget cycle. This is up \$501,862 from 2014's end of year audit. Another item to be very proud of is the results of our year-end **Total Assets** of \$1,274,049. This is up \$639,878 from the 2014's ending audit. 2018 has several community projects that will continue to improve our current assets that will include repairs to current infrastructure, structures and properties.

I would like to thank the Public Works Department, Eric, Chad and Randy for all their hard work and dedication to the town. I would like to thank Peter Parent, Chief of the Fire Department and all the volunteers, as well for their hard work and dedication. I would like to welcome our new Town Clerk, Susette Zetterman who stepped up to the position in August of 2017, from Deputy Clerk. I would also like to welcome our new Deputy Clerk, Shelby Ouellette who joined us in September and Andre Gendreau, Sewer Superintendent who also joined us in September.

In closing, Finally, I would like to express my sincere gratitude to the Board of Select Persons for granting me the opportunity to serve your community. As your Town Manager, I look forward to working with each of you, in serving the residents of Frenchville.

Respectfully Submitted,

Ryan E. Pelletier
Town Manager
Frenchville, Maine



Town of Frenchville
Public Works Department
Eric Blanchette
207-543-6402

publicworks@frenchville.org

P.O. Box 97
Frenchville, ME 04745

Public Works Department Annual Report

Dear Citizens of Frenchville,

It is my pleasure to be writing this letter to you, on behalf of the Public Works Department. Looking back on 2017 this department has been providing efficient and professional work throughout the town.

Public Work maintains over 25.5 miles of road. Just under 13 of those miles are paved and the balance of the roads are gravel. During the 2017 winter season the public works crew was out in a timely manner to clear the roads of snow and to apply salted sand. 2017 was an accomplishing year for the public works department as we were able to accomplish regular maintenance and other numerous projects within the town. Public Works was able to purchase a new 2018 Western Star plow truck to replace a 2000 International truck which was 17 years old thanks to approval from the taxpayers. The public works crew and I would like to extend a tremendous thank you to the taxpayers for the new plow truck as the truck is a lot more driver friendly during those long days of plowing. It also will let the public works crew focus more on working on the roads and infrastructure of the town instead of having to spend days making repairs to old equipment.

Here are a few of the projects that were completed during the summer months of 2017:

- ❖ A new cold storage shed was built to replace the Quonset that had collapsed during the winter months.
- ❖ A portion of the parking lot in front of the public works/fire station garage doors was repaved. This will allow water to flow away from the doors instead of back into the building.
- ❖ A pair of flashing beacon crosswalks signs was installed near the St. Joseph Memory Care Center.
- ❖ We received a speed radar sign through a grant and mounted it on a trailer that we were able to setup in different locations in town to help reduce the speed in areas that speed limits are not being followed.
- ❖ We received a random inspection from the Maine Department of Labor. They look to see if we have the right policies, trainings and safety programs completed. They found no violations and gave us an A+.
- ❖ We were able to replace 9 driveway culverts. 1 on Church Ave, 3 on Pelletier Ave, 2 on Starbarn Ave, 1 on Michaud St., 1 on Nelson Ave and 1 on Paradis Ave. We also fixed a spring in the road on Bourgoine Ave.

In 2017 we anticipate replacing more culverts and cleaning out the ditches and shoulders of roads that have not yet been touched and continuing to maintain the roads that have been.

Lastly, I want to thank the landowners for their continued use of their land to maintain the town's roads during the winter. It is truly a great help. In 2017 the public works hired Randy Dumais to replace an employee that resigned. We also have an employee, Chad Ouellette, which has been serving the town for 10 years. I'd like to thank the Public Works staff for the countless hours and dedication they put into maintaining the roads, buildings and equipment of the Town of Frenchville.

Respectfully submitted,

Eric Blanchette

Eric Blanchette
Public Works Director

Office Hours

Summer (May – October) 6:00am-
5:00pm Monday thru Thursday

Winter (November – April) 7:00am-
4:00pm Monday thru Friday



Un Petit Village Avec Un Grand Coeur

A Small Town With A Big Heart

CLERKS REPORT



Vital Statistics

Births: 11

Deaths: 14

Marriages: 5



Recreational Licenses

Snowmobile

- Residents: 88
- Non-Residents: 9

ATV Registrations

- Residents: 176
- Non-Residents: 8

Boat Registrations: 74

Hunting & Fishing: 157



Dog Licenses

Spayed/Neutered: 113

Not Spayed/Neutered: 14



Vehicle Registrations: 1456



Building & Plumbing Licenses:

Building: 31

Plumbing: 6



Registered Voters: 812

Democrats: 435

Republicans: 102

Un-enrolled: 233

Green Independent: 41

Libertarian: 1

Voter Participation:

March 21, 2017 – 180 Voters

June 13, 2017 – 106 Voters

November 7, 2017 – 256 Voters



ORGANIZATIONS, CLUBS, & BOARDS

FRENCHVILLE HERITAGE PARK

The Frenchville Heritage Park completed its third year of construction in a three year plan. Phase III of the Project saw the completion of our general plan for developing the section of land located near the Historical Water Tower in Town. The past years had seen the addition of the Gazebo, Park Benches, walkways, parking lots, partial fencing, flags poles and picnic tables. With the help of many Donors and Volunteers, we were ready to complete our Mission in 2017!

In the spring, we secured the large parking lot by adding a roped fence around the perimeter. Many volunteers came together that day to help dig the posts for the roped fence, led by James Bouchard. We also made two slabs of concrete, thanks to Herman Sinclair, for the new Park benches. We added two new Park Benches donated by the Camille Bernier Family and the Family of Valere Paradis.

In July, 2017, we organize a large group of volunteers, led by Richard Guerrette and his post hole digger, to place over 450 feet of vinyl fencing in the back part of the Park. This was a huge undertaking. However, with a great group of volunteers, we were able to finish the fencing in six hours on a hot, summer day! Clarence Roy also helped landscape the far corner of the Park prior to placing the vinyl fencing. Thanks to donors such as Margaret Mahar, in Memory of her Parents, Wilbrod and Theresa Morneault, The Class of 1975, and Philip Dionne, in Memory of his Parents Gerard and “Vi” Dionne, who helped donate funds for the partial purchase of the fence. We also added a portable bathroom, thanks to David Pelletier, surrounded by a cedar fence, donated by Dale Chamberland. We found that this “Porta-potti” was used by many travelers as they drove through Frenchville.

Events in the Park included a Picnic for all the Park Donors and Volunteers on August 25, to thank them for their help and contributions in making the Park a reality. There was also a tractor parade that went through the St. John Valley, led by James Pelletier, which started and ended at the Heritage Park. Over 30 tractors of all ages participated in this event! We also had the annual Christmas tree lighting at the Gazebo in early December, which brought out over 100 children and citizens from the area and tied into the Frenchville Christmas Party at the Community Center. We also added the lighted “Santa on the Tractor” this year as part of our Christmas display to celebrate the Farming heritage in this area!

2018 looks very exciting for the Park as we have been presented a Grant from the State of Maine Recreational Trails Program to construct a permanent rest room and possible Pavilion at the Park! More details should be available soon.

The Frenchville Heritage Park Committee would like to thank the many donors and volunteers who have helped create the Park over the past three years. What seemed like an impossible task has now become reality! NO taxpayer's money has been used for this Project... just donations and volunteer time! By all of us working together, this Park has become a great addition to our Community! We would also like to thank the Town Administration, Board of Selectmen, and the Frenchville Public Works for all of their support and maintenance of this Project. Working together as a Team, we can make a difference!

Thank you,

John Raymond, Chairperson



LE CLUB DU BONHEUR



To: The Town Manager, Board of Selectmen, and citizens of Frenchville

A little bit of history, “Le club Du Bonheur was started in 1969. Mrs. Rose Paradis, who happens to be my great aunt, was president at that time. The senior citizens would play cards at the American legion one evening a week. That continued for a few years until Mrs. Alma Toulouse became President, then they played cards at the apartment complex in St. Luce. The Town first appropriated \$500 in 1973 for a meal once a month at Rosette’s Restaurant.

The next President was Mrs. Juliette Melville, followed by Mrs. Martine Ouellette in 1983. That year the Town appropriated \$1500. The next President was Marie Louise Raymond in 1984. In 1991 the Town appropriated \$2500. In 1992 the lunches had to go to bids, Dolly’s restaurant won the bid that year.

Sometime later, I’m not sure of the year, the Senior Lunches were moved to the Community Center and Mercel Chartier was the Chairperson & Chef until 2014 when he became ill and had to step down from his position. He was a great chef and is greatly missed!

I took over in January of 2015 and enjoy every minute of it. I would like to thank all of those who volunteer their time; Jeanine Bosse, Donald Raymond, Mrs. Stella Ouellette, Colette Bouchard, Gemma Dube, Marie Ouellette, Paul Raymond, Jeffrey Raymond

Thank you all for your hard work and dedication to make these meals possible for our citizens of Frenchville! I couldn’t do it without you!

I would also like to thank the Town Manager, Board of Selectmen, Budget Committee, and the citizens of Frenchville for making it possible for the seniors of Frenchville to meet and enjoy a wonderful meal together once a month!

Thank you,

Rachel Raymond

| Month | Meal Served | Numbers Served |
|-----------|---------------|----------------|
| January | Roast Beef | 60 |
| February | Shepard Pie | 80 |
| March | Baked Salmon | 80 |
| April | Lasagna | 74 |
| May | Pork Loin | 79 |
| June | Roast Chicken | 87 |
| July | Barbeque | 94 |
| August | Acadian Meal | 83 |
| September | Baked Haddock | 71 |
| October | Spaghetti | 66 |
| November | Turkey | 79 |
| December | Ham | 67 |

Total Meals Served in 2017 - 920



Inc 1988

Frenchville Historical Society **Newsletter**

2018

Dear Members and Friends of the
Frenchville Historical Society,

Once again it is time to reflect on the past year. The society faced many challenges, but we are proud of the work accomplished.

Our biggest challenge was repairing the foundation at the Wylie House. The Wylie House was registered in 1920. Needless to say a hundred year old house requires repair. With the help of a grant from the Maine Acadian Heritage Council, society funds, a great carpenter and volunteers, the foundation in the rear of the house has been repaired.

Another challenge was accessing our artifacts. With the help of a grant from the M.A.H.C. all artifacts in the Water Tower, Caboose and Wylie House have been accessed. Our Storage Unit still has some artifacts that need to be identified.

An interesting artifact given to the F.H.S. by Steve Bourgoïn was a winnowing

machine ("Un crible" or "une machine à vanner"). This machine belonged to Dave Castonguay, a local farmer. Winnowing is a process to free (grain) from the lighter particles of chaff and dirt by throwing it in the air and allowing the wind or a force of air to blow the husk away. The seed would land on a suitable platform. This process was also used to remove weevils or other particles from stored grain. This machine had an electric motor. Horse power or even a hand crank was used to create a force of air.

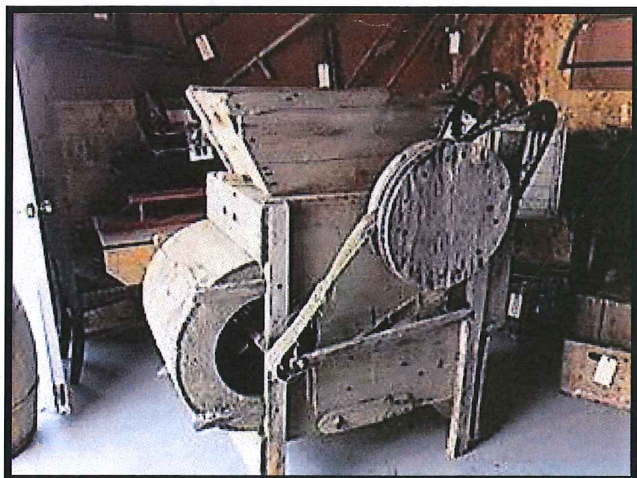
Our feature article in our newsletter shows the life and legacy of Raoul and Lucille Paradis, a local family. It depicts the daily activities, pastimes, family traditions and values from the early 1900's to the present.

We thank you for your continued support. We look forward to seeing you this summer – 2018. We are opened the last week of June through Labor Day weekend on Saturdays and Sundays; or by appointment.

Sincerely,

Donna Levesque

Donna M. Levesque, President
Frenchville Historical Society



Wylie House Preservation Report

Wylie House Foundation Project

In late spring we received a \$ 4,384.50 grant from the Maine Acadian Heritage Council to help offset expenses for repairs to the foundation, rear wall, kitchen floor, and back porch of the Wylie House.

The project included excavating the edge of the rock foundation wall to access rotten parts of the wall, support sill and to do repairs to the existing rock foundation. Repairs to the lower wall and part of the kitchen floor were replaced at that time due to some areas that were unsafe for our volunteers and visitors. A new back door was also installed to allow an easier access for our visitors. Construction of a new back porch, including steps, a ramp, and an overhead roof was also built. Exterior walls were closed up and refinished with materials that matched the old existing finish.

Basement repairs consisted of reinforcing beams and installing support poles. The floor area of the basement was covered with fabric and pea stone to reduce moisture. The interior of the rock foundation walls was also sprayed with foam to prevent future damage.

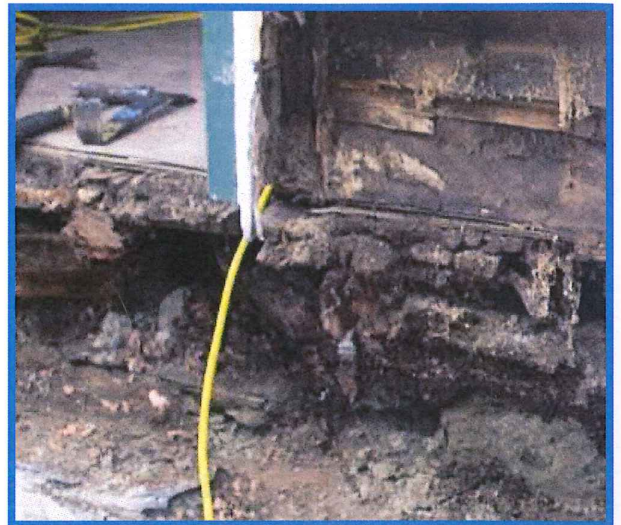
This project was expensive and reduced our savings, therefore forcing us to look into the possibility of some fundraising efforts in the next coming years. We are currently looking in raffling off a homemade quilt and possibly other items next year. We hope that you will support our efforts by selling/purchasing some raffles tickets when they become available since we really have to improve our financial funds. Details will be forthcoming.



Thank you,

Philip M. Levesque

Treasurer
Frenchville Historical Society





Annual Report to Frenchville

2017 Activity Summary

- 58 - Critical Care and Ambulatory Medical flights compared to 79 in 2016 (off by 27%)
- 103 – Business Flights compared to 133 in 2016 (off by 23%)
- 144 – Pleasure Flights compared to 117 in 2016 (an increase of 23%)
- 26 – Pilot Training compared to 14 in 2016 (an increase of 86%)
- 1302 Recorded Flight Ops compared to 1244 in 2016 (an increase of 4.66%)
- **41-Charter Flights compared to 14 in 2016 (up 300%)**
- 24-International Flights (down from 33 in 2016)

Looking ahead to 2018

The airport has no Federal and State construction project projected in 2018. The airport is wrapping up the 2017 Federal and State planning grant for \$171,000 that funded the development of a non-precision WAAS approach to Runway 32 and a master plan update. This capital project positioned the airport to build on the increase in activity from charter and business flight operations in 2016 and 2017. The WAAS approach will especially support the emergency medical flights that are so crucial to our community.

We are pleased to be able to serve the people of the Valley. Thank you for your support in 2017.

Frenchville's director is Adam Paradis. Please feel free to speak with him for more information.

You may also contact the airport manager David Fernald for more information regarding this report at 543-6300 or 436-1379.

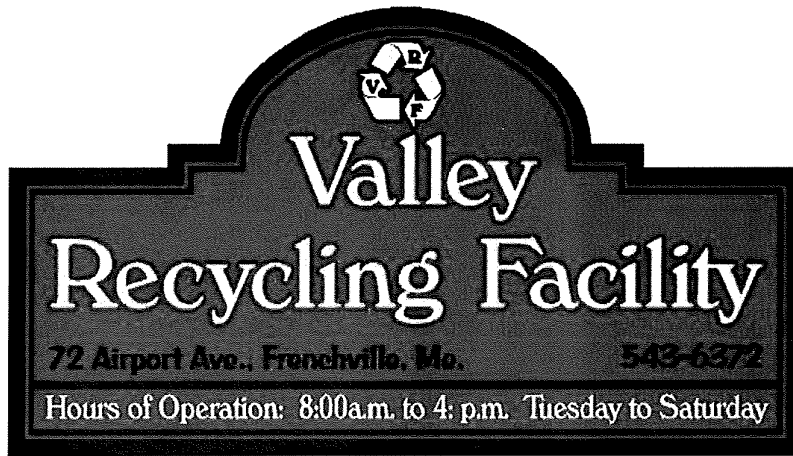
Northern Aroostook Regional Septage Board
Financial Statement for January 01, 2017 thru December 31, 2017

| | <u>Budget</u> <u>2017</u> | <u>Actual</u> <u>2017</u> |
|--|--|--|
| REVENUE: | | |
| <u>Tipping Fees</u> | | |
| <i>Pelletier</i> | \$ 600.00 | \$ 297.00 |
| <i>Other (Outside Haulers & Towns)</i> | \$ - | \$ 50.00 |
| <u>Municipal/County Subsidy</u> | | |
| <i>County of Aroostook</i> | \$ 800.00 | \$ 800.00 |
| <i>Frenchville</i> 2016/2017 | \$ 800.00 | \$ 1,600.00 |
| <i>St Agatha</i> | \$ 800.00 | \$ 800.00 |
| <u>Gate Fees</u> | | |
| <i>Pelletier</i> | \$ 275.00 | \$ - |
| <u>Rental/Miscellaneous Income</u> | \$ 100.00 | \$ - |
| TOTAL REVENUE: | \$ 3,375.00 | \$ 3,547.00 |

| | | |
|--|--------------------|--------------------|
| EXPENSE: | | |
| <u>Administration</u> | | |
| Administrator | 1,500.00 | 375.00 |
| Office Supplies (postage, envelopes) | 35.00 | - |
| <u>Audit</u> | 600.00 | 1,200.00 |
| <u>License Fees</u> | | |
| <i>Frenchville Winter (license only)</i> | 120.00 | 121.00 |
| <i>St Agatha Winter (license only)</i> | 120.00 | 121.00 |
| <i>Septage License Renewal (5yrs -2016-2021)</i> | - | - |
| <u>Site Maintenance</u> | | |
| <i>Mowing</i> | 800.00 | 1,200.00 |
| <i>Road Maintenance</i> | | |
| <i>Soil Testing</i> | 200.00 | - |
| <i>Signs/Lock</i> | 100.00 | - |
| TOTAL EXPENSE: | \$ 3,475.00 | \$ 3,017.00 |

Fund Balance
as of December 31, 2017

| | |
|---|--------------------|
| Beginning Balance 1/1/2017 | \$ 2,304.93 |
| Beginning Balance Adjustment (\$855.00) (11/10/16 - 12/31/16 Activity) | (\$855.00) |
| Adjusted Beginning Balance | \$ 1,449.93 |
| <hr/> | |
| Total Revenues | \$ 3,547.00 |
| Total Expenses | \$ 3,017.00 |
| <hr/> | |
| Current Checking Account Balance | \$ 1,979.93 |
| Savings Account | \$ 80.61 |
| Flex Savings (Reserve) | \$ 6,586.20 |
| Total Funds Available | \$ 8,646.74 |



2017 Annual Report

The purpose of this report is to highlight recycling accomplishments and actual costs for disposal of Municipal Solid Waste (MSW) for the communities of Fort Kent, Frenchville, St. Agatha and Madawaska in the 2017 calendar year (January 1 – December 31).

2017 MSW Tonnage by Town

| Town | Tonnage | Expense |
|---------------|--------------|----------------------|
| Madawaska | 3,723 | \$ 390,942.83 |
| Frenchville | 612 | \$ 64,260.53 |
| Fort Kent | 3,110 | \$ 326,583.60 |
| St. Agatha | 579 | \$ 60,784.50 |
| TOTAL: | 8,024 | \$ 842,571.45 |

Construction & Demolition Debris (C&D) is collected at the Valley Recycling Facility and cost of disposing is billed directly to the resident, business or contractor. While VRF is responsible for the ultimate disposal of C&D materials, the broad property taxpayer base is not charged for the collection and disposal of C&D.

2017 C&D & Special Waste Tonnage

| | Tonnage | Revenue |
|-----------------------------|------------|----------------------|
| Construction & Demo Debris | 877 | \$ 100,868.92 |
| Tires | 3 | \$ 15,772.00 |
| Universal & Out of District | N/A | \$ 26,260.42 |
| TOTAL: | 880 | \$ 142,901.34 |

Recycling generates additional revenue for the VRF. In addition, all materials that are recycled are not disposed of in the landfill, thereby saving the local taxpayers additional expense. In 2017, a total of

488.90 tons of recyclable materials were processed and generated revenue in the amount of \$69,198.02. VRF strongly encourages all residents of our communities to continue to be proactive with recycling. Recycling containers (yellow and red igloos, cardboard dumpsters, and glass recycling totes) are placed in various locations in our owner communities for your convenience. Please contact your local town office for additional information.

Also, any business that wishes to start a recycling program whereby VRF will pick up recyclables onsite, should contact the VRF Supervisor at 543-6372 to learn more about recycling options for your business.

In closing, we thank the residents and businesses for your support in 2017 and look forward to serving you in the coming years.

Sincerely,

Gary M Picard

Gary M. Picard, Administrator
Valley Recycling Facility Inc.

2017 VRF Board of Directors:

| January 2017 – June 2017 | July 2017 – December 2017 |
|---|--|
| John Ezzy, Frenchville – Chairman | Beurmond Banville, St. Agatha – Chairman |
| Beurmond Banville, St. Agatha -Vice Chairman | Danny Nicolas, Fort Kent – Vice Chairman |
| Danny Nicolas, Fort Kent – Secretary | Ryan E. Pelletier, Frenchville – Secretary |
| Dana Gendreau, Madawaska – Treasurer | Dana Gendreau, Madawaska – Treasurer |
| | |
| Fort Kent | Fort Kent |
| John Bouchard – Voting Member | John Bouchard – Voting Member |
| Donald Guimond – Alternate | Donald Guimond – Alternate |
| | |
| Madawaska | Madawaska |
| Dana Gendreau – Voting Member | Dana Gendreau – Voting Member |
| Ryan D. Pelletier – Alternate & VRF Administrator | Gary M. Picard - VRF Administrator |
| | Brenda Theriault – Alternate |
| | |
| St. Agatha | St. Agatha |
| Gary M. Picard – Voting Member | Aubrie Michaud – Voting Member |
| Danny Bechard – Alternate | Danny Bechard - Alternate |
| | |
| Frenchville | Frenchville |
| Yvan Dube – Voting Member | Yvan Dube – Voting Member |
| Ryan E. Pelletier – Alternate | Ryan E. Pelletier – Alternate |
| | Craig Lawrence – Alternate |



TAX COLLECTOR'S REPORT

UNCOLLECTED REAL ESTATE TAXES AS OF 12/31/2017

| REAL ESTATE | TAX YEAR | TAX YEAR |
|---|------------|------------|
| PROPERTY OWNER | 2017 | 2016 |
| * ALBERT, DANIEL B | \$524.96 | |
| * BERNIER, CHRISTINE & PETER | \$379.96 | |
| BERNIER, PETER P JR | \$906.98 | |
| * BERUBE, GILMAN BERUBE, DIANE | \$2,011.64 | |
| BONENFANT, JEAN GUY & SANDY | \$1,642.01 | |
| BOURGOIN, CAROL H & ROBERT | \$1,717.61 | |
| BOURGOIN, ONIEL | \$1,761.29 | |
| BOYNTON, EDWARD A BOYNTON, CAROL M | \$1,071.28 | |
| C M J RAILROAD LLC | \$64.77 | |
| C M J RAILROAD LLC | \$85.22 | |
| C M J RAILROAD LLC | \$132.94 | |
| CHAMBERLAND, LOUISE | \$1,124.49 | |
| CLAPP, DOUGLAS S., DONALD Q. JR, NANCY L., SHARON A | \$590.65 | \$577.83 |
| COLLIN, CURTIS & CHARLES | \$909.54 | |
| CORRIVEAU, PAUL | \$164.23 | \$323.85 |
| COX-DOWNEY, JANET | \$363.88 | |
| COX-DOWNEY, JANET | \$27.27 | |
| CRAWFORD, GALE A | \$763.98 | |
| CRAWFORD, RONALD CRAWFORD, GALE A. | \$1,254.09 | |
| CRAWFORD, RONALD IV & MELISSA | \$143.17 | \$211.36 |
| * CYR, GUY & JACQUELINE | \$134.95 | |
| CYR, JENNIFER Y | \$1,918.70 | \$2,167.00 |
| CYR, MICHAEL P & PAUL M CYR | \$426.09 | |
| CYR, NORMAN JR | \$1,254.24 | |
| CYR, PAUL & MICHAEL | \$27.27 | \$85.62 |
| DAIGLE, CHERYL P | \$119.31 | |
| DAIGLE, RELLA | \$36.13 | |
| DEPREY, BRENTON D & SUZANNE E | \$202.38 | |
| DESCHAIINE, KAREN & RICKY GERVAIS | \$2,333.66 | |
| DEWISEES OF ESTATE OF FLORENCE CORBIN; DIANE LAVERTU, SYLVIA A SHERIDAN | \$1,700.97 | |
| DINIS, JERSON RAYMOND, ASHLEY | \$666.75 | |
| DIONNE, JOSEPH GILBERT DIONNE, PATRICIA PRISCILLE | \$1,947.41 | |
| DIONNE, JOSEPH GILBERT DIONNE, PATRICIA PRISCILLE | \$77.04 | |
| DIONNE, LISA | \$628.50 | \$801.12 |
| DIONNE, ROBERT | \$445.76 | |
| DUBOIS, KELSEY M. | \$1.77 | |
| DUBOIS, KELSEY M. | \$525.88 | |
| * DUFOUR, VERNON / GARY DUFOUR | \$153.12 | |
| DUMAIS, FATHER PAUL & MONICA MALONE | \$75.35 | |
| * DUMAIS, PAUL H | \$177.26 | |
| DUMAIS, PRESCILLE 'TRUSTEE' | \$4,147.36 | |
| * DUMAIS, REV PAUL H | \$13.13 | |
| EASTERN MAINE RAILWAY CO | \$136.35 | \$197.79 |
| ECKARD, KENNETH & MARY | \$41.53 | |
| FONGEMIE, GAROLD | \$1,300.00 | |
| FONGEMIE, GAROLD & DEAN | \$844.01 | |
| FONGEMIE, GAROLD & DEAN | \$1,687.84 | |
| FONGEMIE, GAROLD & DEAN | \$191.75 | |
| FONGEMIE, RAYMOND | \$209.44 | |
| * FORTIN, SCOTT | \$1,078.45 | |
| FOURNIER, LAWRENCE | \$17.04 | |
| GAGNON, DAVID GAGNON, RICHARD | \$3,863.48 | \$3,601.88 |
| GERVAIS, ALLEN & JENNIFER | \$18.76 | |

UNCOLLECTED REAL ESTATE TAXES AS OF 12/31/2017

| REAL ESTATE | TAX YEAR | TAX YEAR |
|---|------------|------------|
| PROPERTY OWNER | 2017 | 2016 |
| GERVAIS, ALLEN & JENNIFER | \$247.65 | |
| GERVAIS, SCOTT & MARY | \$2,534.92 | |
| GERVAIS, SCOTT & MARY | \$1,718.72 | |
| GOBIN, MARTY R | \$37.50 | |
| GOBIN, MARTY R | \$266.56 | |
| GOYETTE, MICHAEL | \$639.89 | \$715.40 |
| GOYETTE, MICHAEL | \$957.45 | \$1,132.70 |
| GOYETTE, SHAWN | \$1,613.95 | \$1,184.18 |
| GUERRETTE, RICHARD | \$1,816.43 | |
| GUERRETTE, RICHARD d.b.a. RICHIE RICH LOGGING | \$3.41 | |
| GUERRETTE, RICHARD & AMY | \$147.26 | |
| GUERRETTE, ROLAND | \$170.44 | |
| * HAUSMAN, JUNE & SAMANTHA LONG | \$145.16 | |
| HAYES, JULIE | \$1,005.96 | |
| HEBERT, GREG | \$884.36 | \$826.46 |
| HEBERT, SUSAN | \$375.72 | \$541.27 |
| KELLY, PATRICK MYLES | \$1,069.59 | \$1,254.57 |
| LACOURSE, JOHN W | \$1,223.89 | |
| LAROCQUE, WENDY | \$309.94 | |
| LAVOIE, GEORGE & DEBORAH | \$1,461.42 | |
| LAVOIE, KARL A JANET | \$1,446.24 | \$1,641.77 |
| LAVOIE, LEO JAMES CLIFFORD LAVOIE, JUDY | \$117.67 | |
| LEVESQUE, LARRY & PENNY LOU | \$728.03 | \$903.45 |
| LOWE, IRMA | \$891.85 | |
| * MADAWASKA BRICK & BLOCK CORP | \$121.71 | |
| * MADAWASKA BRICK & BLOCK CORP | \$63.91 | |
| * MADAWASKA BRICK & BLOCK CORP | \$17.04 | |
| * MADAWASKA BRICK & BLOCK CORP | \$119.31 | |
| * MADAWASKA BRICK & BLOCK CORP | \$12.27 | |
| * MADAWASKA BRICK & BLOCK CORP | \$17.04 | |
| * MADAWASKA BRICK & BLOCK CORP | \$24.21 | |
| * MADAWASKA BRICK & BLOCK CORP | \$415.19 | |
| * MADAWASKA BRICK & BLOCK CORP | \$85.22 | |
| MARQUIS, JASON D | \$540.88 | \$711.06 |
| MARTIN, RONALD A | \$1,077.41 | |
| MARTIN, RONALD A | \$303.38 | |
| MICHAUD, DEBBIE-KELLY-LISA-JOHN-SCOTT | \$1,309.21 | |
| MOSHIER, WAYNE S | \$460.86 | |
| MULLER, LOIS | \$723.77 | |
| NELSON, RICHARD G & BETTY E | \$719.25 | \$803.54 |
| NELSON, RICHARD G & BETTY E | \$3,712.46 | \$3,880.59 |
| NELSON, RICHARD G & BETTY E | \$1,348.17 | \$1,450.10 |
| NELSON, RICHARD G. | \$734.60 | \$825.94 |
| NELSON, RICHARD G. | \$20.45 | \$91.79 |
| OUELLETTE, CALVIN | \$835.14 | \$922.70 |
| OUELLETTE, CALVIN | \$100.57 | \$167.57 |
| OUELLETTE, CALVIN & GLENN | \$105.67 | \$172.81 |
| OUELLETTE, CALVIN J | \$182.71 | \$252.01 |
| OUELLETTE, CALVIN J | \$23.86 | \$88.71 |
| OUELLETTE, CALVIN J | \$108.22 | \$175.46 |
| OUELLETTE, CALVIN J | \$126.48 | \$194.20 |
| OUELLETTE, CALVIN J | \$149.99 | \$218.37 |
| OUELLETTE, CALVIN J | \$379.05 | \$453.84 |

* INDICATES AMOUNT PAID IN FULL SINCE 12/31/2017 AS OF REPORT DATE 2/12/18

UNCOLLECTED REAL ESTATE TAXES AS OF 12/31/2017

| REAL ESTATE | TAX YEAR | TAX YEAR |
|--|------------|------------|
| PROPERTY OWNER | 2017 | 2016 |
| OUELLETTE, CALVIN J | \$249.22 | \$320.38 |
| OUELLETTE, CALVIN J | \$599.76 | \$680.73 |
| OUELLETTE, CALVIN J | \$129.53 | \$197.34 |
| OUELLETTE, CALVIN J | \$102.26 | \$169.30 |
| OUELLETTE, CALVIN J | \$1,871.66 | \$2,079.09 |
| OUELLETTE, DEREK & TRISHA | \$1,388.19 | |
| PARADIS, LOUIS & PATRICIA | \$174.10 | |
| PELLETIER, BARBARA | \$1,580.22 | |
| * PELLETIER, DAVID S & SUSAN L | \$2,574.19 | |
| PELLETIER, JAMES E | \$146.58 | |
| PELLETIER, JAMES E | \$68.18 | |
| * PELLETIER, MURIEL | \$210.33 | |
| * PELLETIER, MURIEL | \$188.85 | |
| PELLETIER, PHILIP & JANICE H | \$34.09 | |
| * PELLETIER, REUBAN & KAREN DESCHAIINE | \$175.01 | |
| PICARD, LINDA M | \$573.63 | |
| PINETTE, KATE & CALVIN | \$301.11 | |
| POOR RICHMAN FARMS INC | \$277.70 | |
| POOR RICHMAN FARMS INC | \$1,824.69 | |
| RAYMOND, GERARD | \$901.27 | \$984.10 |
| RAYMOND, GERARD | \$1,056.97 | \$1,144.16 |
| * REDMOND, JACQUES D. REDMOND, ANTHEA D. | \$269.29 | |
| * REDMOND, JACQUES D. REDMOND, ANTHEA D. | \$4.77 | |
| RICKY GERVAIS, INC | \$753.89 | |
| ROBERTSON, CHARLES MASE | \$1,742.00 | |
| ROY, DONALD & MICHELLE | \$962.38 | |
| * ROY, JONATHAN | \$4,549.60 | |
| SAUCIER, DONA R | \$1,586.68 | |
| SCHROEDER, LISA J | \$272.17 | \$144.82 |
| SHELLEY, RANDY | \$340.84 | |
| * SILVIA, VIVIAN & JERSON DINIS | \$82.32 | |
| SIROIS, CHARLENE L | \$771.82 | |
| SIROIS, GILMAN D | \$2,094.26 | |
| SIROIS, RONALD M & BRENDA | \$1,348.07 | |
| * SMITH, DAVID M & CATHERINE A | \$1,622.39 | |
| SOUCY, DEAN G & LOUISE | \$1,084.24 | \$1,269.62 |
| SOUZA, AUGUSTO F SOUZA, BETTY JANE R | \$112.49 | |
| ST ONGE, JOAN M. | \$40.21 | |
| * TARDIF, ALVIN TARDIF, DEBRA A. | \$265.05 | |
| * TARDIF, ALVIN TARDIF, DEBRA A. | \$322.14 | |
| TARDIF, GERALD C | \$1,489.55 | |
| TARDIF, JASON G | \$153.39 | \$215.27 |
| TARDIF, JASON G | \$1,679.43 | |
| TARDIF, MARK A | \$423.62 | \$590.51 |
| TARDIF, NICHOLAS L | \$143.17 | |
| TEXTOR, EDWARD | \$1,056.97 | |
| THIBEAULT, BRENDA M | \$176.37 | |
| THIBEAULT, BRIAN & BRENDA | \$1,641.38 | |
| THIBEAULT, BRIAN J & BRENDA M | \$1,309.89 | |
| VANDERHOEF, CLIFF | \$101.25 | |
| VANDERHOEF, CLIFF | \$1,223.67 | |
| VIOLETTE, STEVEN H | \$968.77 | |
| VOISINE, GLENN J | \$672.83 | |

* INDICATES AMOUNT PAID IN FULL SINCE 12/31/2017 AS OF REPORT DATE 2/12/18

UNCOLLECTED REAL ESTATE TAXES AS OF 12/31/2017

| REAL ESTATE | TAX YEAR | TAX YEAR |
|--|---------------------|--------------------|
| PROPERTY OWNER | 2017 | 2016 |
| VOISINE, JAMIE & HANNAH | \$2,085.40 | |
| WANZER, DONALD A | \$12.78 | \$70.73 |
| WELLS FARGO FINANCIAL MAINE, INC | \$673.92 | |
| WHITCOMB, JAY & SHARON | \$139.76 | |
| YANKOWSKY, SHARON | \$409.30 | |
| YANKOWSKY, SHARON | \$95.48 | |
| YOUNG, STEVEN J & JANICE | \$912.36 | |
| YOUNG, STEVEN J & JANICE | \$1,537.27 | |
| Total Past Due Real Estate Taxes as of 12/31/2017 | \$131,303.39 | \$40,488.99 |

*INTEREST AND FEES INCLUDED AS OF 2/12/18 REPORT DATE

UNCOLLECTED SEWER FEES AS OF 12/31/2017

| SEWER | TAX YEAR | TAX YEAR | TAX YEAR |
|--|--------------------|-------------------|----------|
| PROPERTY OWNER | 2017 | 2016 | 2015 |
| BERNIER, CHRISTINE & PETER | \$407.66 | | |
| BERNIER, PETER P JR | \$407.66 | | |
| BERRY, ROBERT B & SAMANTHA | \$407.66 | \$480.83 | |
| COX-DOWNEY, JANET | \$399.71 | | |
| CYR, GUY & JACQUELINE | \$407.66 | | |
| CYR, NORMAN JR | \$815.32 | | |
| DAIGLE, RICKY E | \$815.32 | | |
| DEPREY, BRENTON | \$407.66 | | |
| DEVISEES OF ESTATE OF FLORENCE CORBIN, | \$407.66 | | |
| DINIS, JERSON | \$407.66 | | |
| GAGNON, DAVID | \$407.66 | \$480.82 | |
| GOYETTE, MICHAEL | \$1,019.18 | \$1,099.25 | |
| GOYETTE, SHAWN | \$407.66 | \$480.83 | |
| GUERRETTE, MICHAEL | \$407.66 | \$480.83 | |
| HAYES, JULIE | \$407.66 | | |
| LACOURSE, JOHN W | \$407.66 | | |
| MARQUIS, JASON D | \$407.66 | \$480.83 | |
| MICHAUD, AARON | \$407.66 | | |
| NELSON, RICHARD G & BETTY E | \$407.66 | \$480.83 | |
| NELSON, RICHARD G & BETTY E | \$206.86 | \$272.53 | |
| NELSON, RICHARD G & BETTY E | \$407.66 | \$480.83 | |
| PARADIS, LOUIS & PATRICIA | \$407.66 | | |
| PELLETIER, BARBARA | \$407.66 | | |
| PELLETIER, PHILIP D (TRUSTEE) | \$271.47 | | |
| PINETTE, KATE & CALVIN | \$407.66 | | |
| PRICE, CAMERON & STACEY | \$407.59 | | |
| RAYMOND, GERARD | \$407.66 | \$474.24 | |
| ROY, LILLIAN | \$271.47 | | |
| SCHROEDER, LISA | \$407.66 | \$191.76 | |
| SOTO, ANTONIO | \$407.66 | | |
| TARDIF, JASON G | \$407.66 | | |
| TARDIF, MARK A | \$407.07 | \$480.83 | |
| VOISINE, GLENN J | \$407.66 | | |
| TOTAL PAST DUE SEWER FEES | \$14,397.83 | \$5,884.41 | |

UNCOLLECTED PERSONAL PROPERTY TAXES AS OF 12/31/2017

| BUSINESS/OWNER NAME | TAX YEAR | TAX YEAR | TAX YEAR |
|---|-----------------|-----------------|---------------|
| | 2017 | 2016 | 2015 |
| AUTOTRONICS LLC | \$198.23 | | |
| OUELLETTE FARMS | \$178.88 | | |
| RICKY GERVAIS INC. | \$127.32 | | |
| JOES AUTO | CLOSED | \$583.06 | 547.61 |
| TOTAL PAST DUE PERSONAL PROPERTY TAXES | \$504.43 | \$583.06 | 547.61 |

UNCOLLECTED TRACTOR & AIRCRAFT EXCISE TAX AS OF 12/31/2017

| BUSINESS/OWNER NAME | TAX YEAR | TAX YEAR | TAX YEAR |
|-------------------------------------|----------|----------|----------|
| | 2017 | 2016 | 2015 |
| RAYMOND, AUDREY - TRACTOR EXCISE | \$171.30 | \$192.71 | |
| McCRAITH, SEAN M. - AIRCRAFT EXCISE | \$45.62 | | |

*INTEREST AND FEES INCLUDED AS OF REPORT DATE 2/13/17



TREASURER'S REPORT

TREASURER'S CERTIFICATE

BONDED INDEBTEDNESS

The undersigned Treasurer of the Town of Frenchville here by certifies that:

The general obligation indebtedness of the Town of Frenchville was **\$1,829,755.00** as of December 31st, 2017.

The following is a summary of each of the Town's indebtedness obligations.

1. 2016 Road Project.

Maine Municipal Bond Bank- 2.23%

Principal- \$1,350,000.00

Interest- \$ 340,272.71

Total- \$1,690,272.71

- Annual Payment - \$104,968.33
- End Date: 11-1-2034

2. 2018 Western Star Plow/Dump Truck - 2017

Kathadin Trust – 2.73%

Principal - \$120,000.00

Interest - \$ 10151.40

Total - \$130,151.40

- Annual Payment - \$26,030.28
- End Date – 08/09/2022

3. Community Center Upgrades - 2012

KeyBank – 3.75%

Principal - \$75,000.00

Interest - \$15,468.00

Total- \$90,468.00

- Annual Payment - \$8906.25
- End Date: 8-13-2022

4. 2017 Western Star Plow/Dump Truck - 2016

Acadia Federal Credit Union- 2.99%

Principal - \$116,000.00

Interest- \$ 10,814.75

Total- \$126,814.75

- Annual Payment - \$25,362.96
- End Date: 9-01-2021

5. Town Office - 2007

Maine Municipal Bond Bank -4.52%

Principal- \$175,000.00

Interest- \$ 81,874.39

Total - \$249,990.50

- Annual Payment - \$12,922.26
- End Date: 11-01-2027

6. Sewer System (Upgrades) - 2012

Maine Municipal Bond Bank- 1.00%

Principal- \$219,300.74

Interest- \$ 35,616.19

Total- \$254,916.00

- Annual Payment- \$12,760.21
- End Date: 10-01-2032

7. Sewer System (Upgrades) - 2009

Maine Municipal Bond Bank – 3.31%

Principal- \$342,000.00

Interest- \$ 44,235.65

Total- \$386,235.65

- Annual Payment - \$39,520.00
- End Date: 11-01-18

8. 2003 International Truck - 2014

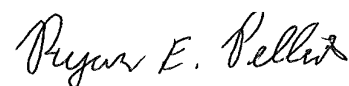
Acadia Federal Credit Union – 2.99%

Principal- \$39,000.00

Interest- \$ 2,999.64

Total - \$41,999.64

- Annual Payment - \$10,499.91
- End Date: 11-26-2018



Ryan E. Pelletier, Treasurer

2017 EXPENSE SUMMARY

JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|--------------------------------|---------------------|-------------------------|
| 01 - General Government | | |
| 1100 - Adm Wages | \$109,700.00 | \$104,808.96 |
| 05 - Full Time | \$89,500.00 | \$84,963.11 |
| 10 - Part Time | \$15,000.00 | \$15,145.85 |
| 15 - Selectmen | \$5,200.00 | \$4,700.00 |
| 1200 - Town Office | \$15,703.00 | \$17,947.84 |
| 01 - Prop Ins | \$460.00 | \$447.00 |
| 02 - Gen Liab Ins | \$1,050.00 | \$1,077.50 |
| 03 - POL/Crimelns | \$4,400.00 | \$4,074.00 |
| 10 - Heating oil | \$1,800.00 | \$2,647.90 |
| 20 - Telephone | \$1,200.00 | \$2,343.48 |
| 30 - Sewers | \$393.00 | \$392.12 |
| 40 - Electricity | \$1,250.00 | \$1,140.08 |
| 50 - Repairs | \$500.00 | \$1,129.35 |
| 55 - Maintenance | \$1,000.00 | \$1,123.24 |
| 60 - Cleaning Sup | \$300.00 | \$136.80 |
| 63 - Water Disp | \$50.00 | \$84.00 |
| 70 - JanitorWages | \$1,500.00 | \$1,395.24 |
| 75 - Christmas Ex | \$800.00 | \$940.83 |
| 80 - Misc Exp | \$1,000.00 | \$1,016.30 |
| 1300 - Off Supplies | \$4,950.00 | \$5,274.98 |
| 01 - Security Exp | \$0.00 | \$445.45 |
| 05 - US Postal | \$1,800.00 | \$1,859.09 |
| 10 - Supplies | \$2,000.00 | \$1,988.42 |
| 15 - Paper | \$800.00 | \$747.63 |
| 20 - Envelopes | \$250.00 | \$234.39 |
| 25 - Flags | \$100.00 | \$0.00 |
| 1400 - Admin Exp | \$1,900.00 | \$2,911.85 |
| 05 - Clerk Meals | \$150.00 | \$247.12 |
| 10 - Clerk Mileag | \$1,250.00 | \$1,805.20 |
| 15 - Clerk Hotels | \$300.00 | \$429.53 |
| 20 - Clerk Wrkshp | \$200.00 | \$430.00 |
| 1500 - Comp Serv Co | \$10,050.00 | \$11,005.07 |
| 05 - TRIO Service | \$7,000.00 | \$7,509.60 |
| 10 - Equip. Repai | \$300.00 | \$588.49 |
| 20 - Web Server | \$750.00 | \$1,000.00 |
| 25 - Savin Maint | \$2,000.00 | \$1,906.98 |
| 1600 - Town Mgr Exp | \$2,450.00 | \$3,603.11 |
| 05 - Mgr-Meals | \$350.00 | \$354.78 |
| 10 - Mgr-Mileage | \$1,500.00 | \$2,613.14 |
| 11 - Mgr-Hotels | \$300.00 | \$285.19 |
| 15 - Mgr-Wrkshop | \$300.00 | \$350.00 |
| 1701 - Elections | \$1,500.00 | \$2,455.70 |
| 00 - Elections | \$0.00 | \$0.00 |
| 05 - Wages | \$1,200.00 | \$2,091.00 |
| 10 - Meals | \$250.00 | \$364.70 |
| 15 - Supplies | \$50.00 | \$0.00 |
| 3500 - Street Lites | \$24,000.00 | \$25,097.74 |
| 01 - St Lites | \$24,000.00 | \$25,097.74 |
| 3600 - NARSB | \$833.00 | \$800.00 |
| 01 - Sludge Site | \$833.00 | \$800.00 |
| 3700 - VRF INC | \$74,000.00 | \$64,260.53 |
| 05- DISPOSAL FEE | \$74,000.00 | \$64,260.53 |
| 7010 - Benefits/Tax | \$38,991.00 | \$36,942.24 |
| 05 - Soc Sec/Med | \$9,500.00 | \$8,097.25 |
| 10 - Retirement | \$0.00 | \$5,742.66 |
| 15 - Health Ins | \$28,200.00 | \$21,791.80 |
| 20 - Life Ins | \$363.00 | \$511.79 |
| 25 - Unemploy | \$348.00 | \$223.64 |

2017 EXPENSE SUMMARY
JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|-----------------------------------|---------------------|-------------------------|
| 30 - Workers Comp | \$580.00 | \$575.10 |
| 8400 - Disc | \$15,000.00 | \$17,937.31 |
| 10 - Discount | \$15,000.00 | \$17,937.31 |
| 8410 - Abatements | \$1,500.00 | \$1,422.59 |
| 10 - Abatements | \$1,500.00 | \$1,422.59 |
| 8500 - Cost of Lien | \$300.00 | -\$777.33 |
| 10 - Lien Costs | \$300.00 | -\$777.33 |
| 9715 - Hist Site Ex | \$200.00 | \$198.50 |
| 00 - Hist Site Ex | \$200.00 | \$198.50 |
| TOTAL - General Government | \$301,077.00 | \$293,889.09 |

| | | |
|------------------------------|--------------------|--------------------|
| 05 - Public Safety | | |
| 2100 - Fire Dept | \$74,073.90 | \$65,251.72 |
| 01 - Auto/Eq Ins | \$2,925.00 | \$2,993.50 |
| 05 - Chief's Wage | \$10,000.00 | \$9,166.63 |
| 10 - Telephone | \$1,380.00 | \$1,381.99 |
| 15 - Payroll | \$5,850.00 | \$5,820.00 |
| 20 - Meet/Train | \$700.00 | \$754.50 |
| 25 - Gas | \$600.00 | \$403.78 |
| 30 - Diesel | \$600.00 | \$439.88 |
| 35 - Oil | \$100.00 | \$0.00 |
| 40 - Equip Purch | \$2,303.00 | \$433.52 |
| 50 - Pond Upkeep | \$200.00 | \$0.00 |
| 55 - Radios | \$1,250.00 | \$964.25 |
| 60 - Sct Air Tank | \$600.00 | \$790.15 |
| 65 - County Dis | \$1,990.00 | \$1,989.21 |
| 70 - Safety Equip | \$4,000.00 | \$3,408.54 |
| 75 - Ann. Fit Tes | \$1,500.00 | \$504.00 |
| 80 - Sewer Fee | \$405.00 | \$392.12 |
| 85 - Parts | \$1,250.00 | \$2,854.59 |
| 90 - Fire Extingu | \$150.00 | \$200.00 |
| 95 - KING DONATIO | \$35,000.00 | \$29,484.16 |
| 96 - 16' OVERLAY | \$3,270.90 | \$3,270.90 |
| 2200 - ACO | \$1,705.00 | \$1,560.00 |
| 05 - Ken, Vet, Fees | \$100.00 | \$0.00 |
| 10 - Supplies | \$20.00 | \$0.00 |
| 15 - Training | \$85.00 | \$60.00 |
| 20 - Beaver Con. | \$500.00 | \$500.00 |
| 30 - ACO Stipend | \$1,000.00 | \$1,000.00 |
| 2300 - Plbg Insp | \$4,400.00 | \$4,563.00 |
| 05 - Wages | \$3,950.00 | \$4,048.00 |
| 15 - Travel | \$300.00 | \$425.00 |
| 20 - Meetings | \$150.00 | \$90.00 |
| 2500 - Airport | \$10,219.00 | \$10,218.84 |
| 05 - O&M | \$5,523.00 | \$5,523.70 |
| 10 - Capital | \$4,696.00 | \$4,695.14 |
| 2700 - Hlth Officer | \$500.00 | \$500.00 |
| 15 - Stipend | \$500.00 | \$500.00 |
| 7010 - Benefits/Tax | \$1,153.00 | \$1,880.33 |
| 05 - Soc Sec/Med | \$230.00 | \$1,050.31 |
| 30 - Workers Comp | \$923.00 | \$830.02 |
| TOTAL - Public Safety | \$92,050.90 | \$83,973.89 |

2017 EXPENSE SUMMARY

JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|--------------------------------|---------------------|-------------------------|
| 10 - Public Works | | |
| 3100 - Winter Rd | \$112,025.00 | \$110,800.15 |
| 05 - Gravel | \$11,000.00 | \$11,000.00 |
| 10 - Salt | \$17,850.00 | \$16,818.20 |
| 15 - Wages | \$53,710.00 | \$56,012.40 |
| 17 - Overtime | \$13,640.00 | \$12,591.98 |
| 20 - Diesel | \$12,000.00 | \$10,580.35 |
| 25 - Culvert Thaw | \$800.00 | \$773.94 |
| 35 - Gasoline | \$3,025.00 | \$3,023.28 |
| 3200 - Summer Rd | \$76,050.00 | \$68,380.59 |
| 05 - Wages | \$53,710.00 | \$48,125.02 |
| 07 - Overtime | \$545.00 | \$100.85 |
| 10 - Diesel | \$4,230.00 | \$3,436.70 |
| 15 - Gravel | \$2,275.00 | \$1,780.91 |
| 20 - Culverts | \$6,000.00 | \$6,069.80 |
| 25 - Equip Rent | \$3,400.00 | \$3,552.50 |
| 30 - Should Mow | \$1,750.00 | \$1,567.50 |
| 35 - Signs | \$500.00 | \$550.40 |
| 40 - Safety Cones | \$500.00 | \$314.61 |
| 45 - Calcium | \$800.00 | \$747.50 |
| 50 - Gasoline | \$2,340.00 | \$2,134.80 |
| 3250 - Garage O & M | \$20,123.00 | \$18,048.49 |
| 01 - Oil | \$5,600.00 | \$4,337.33 |
| 02 - Phone | \$390.00 | \$424.76 |
| 03 - Electricity | \$4,200.00 | \$4,047.80 |
| 04 - Repair/Serv | \$1,600.00 | \$1,598.82 |
| 05 - Cleaning Sup | \$400.00 | \$389.93 |
| 06 - Maint. Furn | \$375.00 | \$306.78 |
| 07 - Inspections | \$250.00 | \$235.00 |
| 08 - Sewer Fees | \$393.00 | \$392.13 |
| 09 - Refuse Dis | \$250.00 | \$240.00 |
| 10 - Firewood | \$820.00 | \$811.25 |
| 11 - Cell / Boots | \$1,260.00 | \$1,321.14 |
| 12 - Uniforms | \$1,200.00 | \$1,159.60 |
| 13 - Watr Bot Rnt | \$55.00 | \$42.00 |
| 14 - Training | \$800.00 | \$195.80 |
| 15 - Insurance | \$1,455.00 | \$1,393.00 |
| 16 - Gen Liab Ins | \$625.00 | \$802.50 |
| 17 - Janitor | \$450.00 | \$350.65 |
| 3300 - Equip | \$34,380.00 | \$40,647.58 |
| 01 - Insurance | \$4,680.00 | \$5,116.00 |
| 05 - Tires | \$3,500.00 | \$3,483.31 |
| 10 - Equip Repair | \$12,500.00 | \$18,738.87 |
| 15 - Oil | \$1,000.00 | \$1,000.83 |
| 20 - Lube | \$400.00 | \$399.96 |
| 25 - Filters | \$600.00 | \$562.01 |
| 30 - Plow Blades | \$1,500.00 | \$1,483.11 |
| 35 - Cuttin Edges | \$2,200.00 | \$2,163.94 |
| 40 - Elec Repairs | \$600.00 | \$574.13 |
| 45 - Welding Sup | \$850.00 | \$804.34 |
| 50 - Fabrication | \$1,000.00 | \$986.45 |
| 55 - Othr Repairs | \$1,500.00 | \$1,461.56 |
| 60 - Parts | \$1,500.00 | \$1,421.20 |
| 65 - Shop Tools | \$1,800.00 | \$1,799.73 |
| 70 - Safety Gear | \$750.00 | \$652.14 |
| 3350 - Equip Reserv | \$10,000.00 | \$1,323.79 |
| 01 - Trucks etc. | \$10,000.00 | \$1,323.79 |
| 3400 - Paving | \$4,200.00 | \$4,199.23 |
| 10 - Cold Mix | \$1,200.00 | \$1,199.28 |

2017 EXPENSE SUMMARY
JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|----------------------------|---------------------|-------------------------|
| 20 - Culvert Pav | \$3,000.00 | \$2,999.95 |
| 3450 - MMTA | \$370.00 | \$143.00 |
| 05 - Drug Test | \$370.00 | \$143.00 |
| 7010 - Benefits/Tax | \$51,282.00 | \$53,000.71 |
| 05 - Soc Sec/Med | \$11,000.00 | \$8,753.37 |
| 10 - Retirement | \$0.00 | \$7,661.02 |
| 15 - Health Ins | \$32,501.00 | \$29,562.99 |
| 25 - Unemploy | \$418.00 | \$335.48 |
| 30 - Workers Comp | \$7,363.00 | \$6,687.85 |
| TOTAL Public Works | \$308,430.00 | \$296,543.54 |

| | | |
|--------------------------------|--------------------|--------------------|
| 15 - Social Services | | |
| 4000 - SS Exp | \$29,259.00 | \$23,754.12 |
| 05 - Sen Citz | \$3,800.00 | \$3,800.00 |
| 07 - Hist Society | \$500.00 | \$508.50 |
| 10 - SJV Chm Com | \$600.00 | \$600.00 |
| 15 - St. Jhn Val | \$3,000.00 | \$3,000.00 |
| 20 - Agen on Agin | \$533.00 | \$533.00 |
| 30 - ACAP | \$220.00 | \$220.00 |
| 35 - Red Cross | \$210.00 | \$210.00 |
| 40 - Soil Con. | \$229.00 | \$229.00 |
| 50 - Food Pantry | \$1,000.00 | \$1,000.00 |
| 55 - ME Acad Her | \$150.00 | \$150.00 |
| 60 - Sno Mo Club | \$600.00 | \$600.00 |
| 70 - Vet Ceme | \$150.00 | \$150.00 |
| 80 - Lng Lk Lib | \$250.00 | \$250.00 |
| 90 - Vet Flags | \$400.00 | \$432.88 |
| 95 - Heritage Prk | \$400.00 | \$805.99 |
| 96 - Donations | \$500.00 | \$362.50 |
| 97 - Ambulance Sv | \$16,717.00 | \$10,902.25 |
| 7010 - Benefits/Tax | \$0.00 | \$43.37 |
| 05 - Soc Sec/Med | \$0.00 | \$43.37 |
| TOTAL - Social Services | \$29,259.00 | \$23,797.49 |

| | | |
|-----------------------------------|--------------------|--------------------|
| 20 - Recreation Department | | |
| 5100 - Rec Dept | \$10,031.00 | \$11,021.30 |
| 01 - Prop Ins | \$131.00 | \$131.00 |
| 03 - Stipend | \$500.00 | \$500.00 |
| 05 - Electricity | \$450.00 | \$495.71 |
| 10 - Sewer Fees | \$250.00 | \$250.00 |
| 15 - Maint | \$250.00 | \$190.58 |
| 20 - Cln Service | \$200.00 | \$90.00 |
| 25 - Heating Oil | \$700.00 | \$535.66 |
| 45 - Weed Con | \$900.00 | \$320.00 |
| 50 - Hol Parties | \$700.00 | \$85.00 |
| 55 - Skating Rk | \$200.00 | \$871.99 |
| 60 - Equipment | \$300.00 | \$161.34 |
| 65 - Park Impr | \$250.00 | \$721.22 |
| 70 - Build Repair | \$1,500.00 | \$3,355.92 |
| 75 - Summer Prog | \$1,500.00 | \$1,085.00 |
| 80 - Cub Cadet | \$2,200.00 | \$2,227.88 |
| 5400 - Boat Landing | \$1,285.00 | \$1,193.83 |
| 05 - Electricity | \$250.00 | \$243.83 |
| 10 - Spring Mbliz | \$185.00 | \$230.00 |
| 15 - Fall Sht Dwn | \$100.00 | \$50.00 |

2017 EXPENSE SUMMARY
JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|--------------------------------------|--------------------|-------------------------|
| 20 - Maintenance | \$250.00 | \$180.00 |
| 25 - Weed Control | \$500.00 | \$490.00 |
| 7010 - Benefits/Tax | \$10.00 | \$0.00 |
| 05 - Soc Sec/Med | \$10.00 | \$0.00 |
| TOTAL - Recreation Department | \$11,326.00 | \$12,215.13 |

| | | |
|---------------------------------|---------------------|---------------------|
| 25 - Inter Government | | |
| 6100 - Education | \$411,542.00 | \$395,202.78 |
| 05 - SAD 33 | \$411,542.00 | \$395,202.78 |
| 6200 - County Tax | \$65,534.00 | \$66,834.00 |
| 05 - ME Couty Tx | \$65,534.00 | \$66,834.00 |
| TOTAL - Inter Government | \$477,076.00 | \$462,036.78 |

| | | |
|---------------------------------|--------------------|--------------------|
| 27 - Community Center | | |
| 5300 - Com Center | \$12,760.00 | \$9,959.35 |
| 01 - Blg Insuranc | \$1,000.00 | \$970.00 |
| 05 - Wages | \$3,000.00 | \$1,774.92 |
| 10 - Phone | \$320.00 | \$367.51 |
| 15 - Electricity | \$1,200.00 | \$1,267.27 |
| 20 - Cln Supplies | \$500.00 | \$237.63 |
| 30 - Heating | \$3,500.00 | \$2,713.87 |
| 35 - Maint. | \$1,500.00 | \$1,086.07 |
| 55 - Sewer Fee | \$750.00 | \$730.33 |
| 60 - Propane | \$250.00 | \$571.75 |
| 65 - Build Repair | \$500.00 | \$0.00 |
| 70 - Trash Dispo | \$240.00 | \$240.00 |
| 7010 - Benefits/Tax | \$442.00 | \$216.99 |
| 05 - Soc Sec/Med | \$300.00 | \$135.81 |
| 30 - Workers Comp | \$142.00 | \$81.18 |
| TOTAL - Community Center | \$13,202.00 | \$10,176.34 |

| | | |
|--------------------------------------|--------------------|--------------------|
| 35 - Professional Services | | |
| 7010 - Benefits/Tax | \$200.00 | \$329.97 |
| 05 - Soc Sec/Med | \$200.00 | \$329.97 |
| 8200 - Prof Exp | \$21,600.00 | \$25,850.49 |
| 05 - Auditor | \$6,500.00 | \$6,500.00 |
| 10 - Town Report | \$1,200.00 | \$1,917.80 |
| 12 - Assessor Fee | \$3,500.00 | \$3,095.50 |
| 14 - Map Update | \$1,500.00 | \$1,500.00 |
| 20 - Dues/Members | \$2,600.00 | \$4,220.05 |
| 25 - Convention | \$1,400.00 | \$1,579.69 |
| 35 - Advertising | \$1,500.00 | \$2,205.35 |
| 40 - Legal Servic | \$1,500.00 | \$2,789.89 |
| 45 - Reports | \$500.00 | \$446.92 |
| 55 - Tax Bills | \$800.00 | \$779.71 |
| 82 - Bank Fees | \$600.00 | \$815.58 |
| 8802 - CDBG Office | \$5,200.00 | \$4,757.57 |
| 05 - Advertising | \$250.00 | \$52.00 |
| 10 - Wages | \$4,550.00 | \$4,312.50 |
| 15 - Supplies | \$0.00 | \$23.75 |
| 20 - Phone | \$400.00 | \$369.32 |
| TOTAL - Professional Services | \$27,000.00 | \$30,938.03 |

2017 EXPENSE SUMMARY
JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|-----------------------------|---------------------|-------------------------|
| 40 - Debt Service | | |
| 7010 - Benefits/Tax | \$0.00 | \$0.00 |
| 05 - Soc Sec/Med | \$0.00 | \$0.00 |
| 9600 - ComCtr Loan | \$9,188.00 | \$9,187.50 |
| 05 - ComCtr Loan | \$9,188.00 | \$9,187.50 |
| 9620 - Town Office | \$12,923.00 | \$12,922.26 |
| 05 - TO Loan Acct | \$12,923.00 | \$12,922.26 |
| 9830 - 2003 Intl Tk | \$10,500.00 | \$10,499.91 |
| 05 - Sing Axle Tk | \$10,500.00 | \$10,499.91 |
| 9845 - WSTR TK LN | \$25,363.00 | \$25,362.96 |
| 05 - 2017 WSTR TK | \$25,363.00 | \$25,362.96 |
| 9855 - 2016 RD LOAN | \$104,970.00 | \$104,968.34 |
| 05 - 2016 Rd LN | \$104,970.00 | \$104,968.34 |
| TOTAL - Debt Service | \$162,944.00 | \$162,940.97 |

| | | |
|---|---------------------|--------------------|
| 45 - Capital Improvement | | |
| 7010 - Benefits/Tax | \$0.00 | \$449.81 |
| 05 - Soc Sec/Med | \$0.00 | \$449.84 |
| 9900 - Capital Impr | \$119,560.00 | \$47,196.80 |
| 05 - PW/FD BLD RP | \$15,000.00 | \$8,723.80 |
| 10 - COMM CTR REP | \$10,000.00 | \$2,762.50 |
| 15 - STJOESCROSSW | \$4,000.00 | \$7,339.46 |
| 20 - 2017 PELLETIER AVE / ROAD PROJECT | \$90,560.00 | \$25,301.62 |
| 25 - Quonset Exp *Project cost \$114,72.66 - | \$0.00 | \$3,069.42 |
| Insurance Reimbursement of \$111,659.24 = Total Town Cost | | |
| TOTAL - Capital Improvement | \$119,560.00 | \$47,646.61 |

| | | |
|------------------------------|--------------|--------------|
| 50 - Sewer Department | | |
| 6400 - Sewer Dpt OM | \$135,407.00 | \$130,717.37 |
| 05 - Wages/Bene | \$21,246.00 | \$24,609.90 |
| 27 - Contract | \$350.00 | \$350.00 |
| 32 - ElectDataIns | \$150.00 | \$150.00 |
| 33 - Prop Insuran | \$1,427.00 | \$1,408.50 |
| 34 - Gen Liab Ins | \$300.00 | \$281.00 |
| 35 - Electricity | \$26,000.00 | \$26,377.82 |
| 38 - Equip Purch | \$2,000.00 | \$400.63 |
| 40 - Equip Maint | \$4,000.00 | \$1,585.07 |
| 45 - Heating Oil | \$1,100.00 | \$1,297.30 |
| 50 - Line Flushin | \$3,000.00 | \$0.00 |
| 52 - DuckWeed Rem | \$1,000.00 | \$166.50 |
| 53 - PS/CC Cleani | \$2,500.00 | \$2,719.50 |
| 55 - Audit | \$425.00 | \$0.00 |
| 65 - Supplies | \$2,100.00 | \$1,825.35 |
| 71 - DEP Disch Fe | \$477.00 | \$471.93 |
| 72 - Mercury Test | \$300.00 | \$100.00 |
| 75 - Build/Maint | \$1,000.00 | \$1,307.00 |
| 80 - Phone/Intern | \$6,000.00 | \$6,665.94 |
| 85 - Discounts | \$1,601.00 | \$1,658.13 |
| 90 - Notices/Lett | \$100.00 | \$0.00 |
| 91 - Trainings | \$200.00 | \$0.00 |
| 95 - Liens | \$1,200.00 | -\$359.65 |
| 96 - Postage | \$150.00 | \$237.24 |
| 97 - Legal Fees | \$500.00 | \$1,185.00 |
| 98 - Capital Resv | \$6,000.00 | \$6,000.00 |

2017 EXPENSE SUMMARY
JANUARY 1, 2017 - DECEMBER 31, 2017

| Account | 2017 BUDGET | 2017 ACTUAL EXPENSES |
|---------------------------------|---------------------|-------------------------|
| 99 - Loan P/I Pmt | \$52,281.00 | \$52,280.21 |
| 7010 - Benefits/Tax | \$13,294.00 | \$11,183.27 |
| 05 - Soc Sec/Med | \$1,850.00 | \$1,855.75 |
| 10 - Retirement | \$0.00 | \$1,074.70 |
| 15 - Health Ins | \$10,834.00 | \$7,479.17 |
| 25 - Unemploy | \$70.00 | \$111.80 |
| 30 - Workers Comp | \$540.00 | \$661.85 |
| 8410 - Abatements | \$500.00 | \$99.06 |
| 10 - Abatements | \$500.00 | \$99.06 |
| TOTAL - Sewer Department | \$149,201.00 | \$141,999.70 |

| | | |
|-----------------------------------|-------------------|-------------------|
| 55 - General Assistance | | |
| 4200 - Gen Assistan | \$5,000.00 | \$7,161.90 |
| 05 - Rent | \$2,500.00 | \$4,530.00 |
| 10 - Electricity | \$500.00 | \$797.91 |
| 15 - Food | \$500.00 | \$0.00 |
| 20 - Supplies | \$1,000.00 | \$477.91 |
| 25 - Fuel | \$250.00 | \$1,356.08 |
| 30 - Propane | \$250.00 | \$0.00 |
| TOTAL - General Assistance | \$5,000.00 | \$7,161.90 |

| | | |
|---------------------|-----------------------|-----------------------|
| FINAL TOTALS | \$1,696,125.90 | \$1,573,319.47 |
|---------------------|-----------------------|-----------------------|

2017 REVENUE SUMMARY

January 1, 2017 - December 31, 2017

| Account | 2017 Budget | 2017 Actual Revenue |
|---------------------------------------|-----------------------|------------------------|
| 01 - GENERAL GOVERNMENT | \$1,431,065.90 | \$1,430,989.93 |
| 1000 - Motor Vehicle Excise | \$254,800.00 | \$275,925.63 |
| 1100 - Motor Vehicle Agent Fees | \$4,000.00 | \$4,283.00 |
| 2000 - Boat Excise | \$1,200.00 | \$1,217.50 |
| 2100 - IFW Agent Fees | \$600.00 | \$749.75 |
| 2300 - Dog Fees | \$150.00 | \$130.00 |
| 2500 - Vital Statistic Clerk Fees | \$1,100.00 | \$1,036.40 |
| 3000 - RE Tax Commitment | \$962,459.00 | \$940,547.84 |
| 3100 - PP Tax Commitment | \$25,000.00 | \$33,491.00 |
| 3600 - PP Supplemental Tax Rev | \$1,500.00 | \$0.00 |
| 3700 - Interest on Taxes | \$7,500.00 | \$5,898.98 |
| 4000 - Chasse Memorial Park | \$150.00 | \$0.00 |
| 5050 - Truck Excise Tax | \$400.00 | \$0.00 |
| 5100 - Aircraft Excise Tax | \$1,600.00 | \$510.19 |
| 5150 - Tractor Excise Tax | \$6,500.00 | \$6,548.65 |
| 8000 - Miscellaneous Income | \$14,806.90 | \$1,793.62 |
| 9000 - Interest Income | \$100.00 | \$0.41 |
| 9100 - Gen Govt Insurance Refunds | \$1,500.00 | \$103.20 |
| 9500 - State Revenue Sharing | \$52,000.00 | \$55,597.76 |
| 9510 - Homestead Exemption Reimb | \$72,000.00 | \$77,824.00 |
| 9520 - Veteran Exemption Reimb | \$1,500.00 | \$1,220.00 |
| 9550 - Snowmobile Reimbursement | \$2,200.00 | \$1,466.00 |
| 9570 - BETE | \$20,000.00 | \$22,646.00 |
| 05 - PUBLIC SAFETY | \$2,415.00 | \$35,927.00 |
| 1000 - ACO Fines, Etc. | \$250.00 | \$497.00 |
| 2000 - Building Permits | \$200.00 | \$150.00 |
| 3000 - Plumbing Permits | \$800.00 | \$0.00 |
| 4000 - Junkyard Permits | \$120.00 | \$0.00 |
| 5000 - Other Permits | \$25.00 | \$2.00 |
| 7000 - Fire Dept Donations | \$400.00 | \$35,000.00 |
| 7200 - Fire Dept Pool Revenue | \$120.00 | \$0.00 |
| 7300 - Fire Dept Driveway Revenue | \$500.00 | \$278.00 |
| 10 - PUBLIC WORKS | \$32,750.00 | \$34,433.75 |
| 1000 - LOCAL ROAD ASSISTANCE PROGRAM | \$25,000.00 | \$25,256.00 |
| 2000 - Repair Reimbursements | \$100.00 | \$0.00 |
| 2500 - Signs & Culvert Reimbursements | \$200.00 | \$0.00 |
| 3000 - Plowing Reimbursements | \$7,000.00 | \$7,922.25 |
| 4000 - Equip/Labor Rental | \$450.00 | \$0.00 |
| 6000 - Steel Recycling | \$0.00 | \$1,152.30 |
| 9100 - PW Dept Insurance Refunds | \$0.00 | \$103.20 |
| 20 - RECREATION DEPARTMENT | \$2,635.00 | \$2,988.51 |
| 1000 - Donations | \$250.00 | \$720.00 |
| 3000 - Skating Rink | \$0.00 | \$115.00 |
| 4000 - Interest Income | \$160.00 | \$0.01 |
| 5000 - Boat Landing Reimbursement | \$2,225.00 | \$2,050.30 |
| 9100 - Rec Dept Ins Refunds | \$0.00 | \$103.20 |
| 27 - COMMUNITY CENTER | \$2,500.00 | \$3,685.70 |
| 1000 - Community Center Rentals | \$2,500.00 | \$3,582.50 |
| 9100 - Comm Ctr Insurance Refunds | \$0.00 | \$103.20 |
| 50 - SEWER DEPARTMENT | \$130,200.00 | \$137,376.03 |
| 1100 - Sewer Principal | \$92,000.00 | \$93,347.35 |
| 1500 - St Agatha Flow Fees | \$36,000.00 | \$41,652.57 |
| 2000 - Interest on Sewer User Fees | \$1,000.00 | \$1,004.43 |
| 3000 - Interest Income | \$1,200.00 | \$1,268.48 |
| 9100 - SW Insurance Refunds | \$0.00 | \$103.20 |
| 55 - GENERAL ASSISTANCE | \$2,500.00 | \$3,566.36 |
| 1000 - State GA Reimbursement | \$2,500.00 | \$3,566.36 |
| Final Totals | \$1,604,065.90 | \$1,648,967.28 |



AUDITOR'S REPORT

TOWN OF FRENCHVILLE, MAINE

FINANCIAL STATEMENTS

DECEMBER 31, 2017

Chester M. Kearney, Certified Public Accountants

TABLE OF CONTENTS

| | PAGE |
|---|-------|
| INDEPENDENT AUDITORS' REPORT | 1-3 |
| MANAGEMENT DISCUSSION AND ANALYSIS | I-VI |
| BASIC FINANCIAL STATEMENTS | |
| GOVERNMENT-WIDE FINANCIAL STATEMENTS | |
| STATEMENT OF NET POSITION | 4 |
| STATEMENT OF ACTIVITIES | 5 |
| FUND FINANCIAL STATEMENTS | |
| BALANCE SHEET – GOVERNMENTAL FUNDS | 6 |
| RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION | 7 |
| STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS | 8 |
| RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES | 9 |
| STATEMENT OF NET POSITION – PROPRIETARY FUND | 10 |
| STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION – PROPRIETARY FUND | 11 |
| STATEMENT OF CASH FLOWS – PROPRIETARY FUND | 12 |
| NOTES TO FINANCIAL STATEMENTS | 13-26 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL | 27 |
| SUPPLEMENTARY INFORMATION | |
| SCHEDULE OF PROPERTY VALUATION AND ASSESSMENT - GENERAL FUND | 28 |
| SCHEDULE OF CHANGES IN PROPERTY TAXES – GENERAL FUND | 29 |
| SCHEDULE OF DEBT SERVICE | 30 |
| SCHEDULES OF EMPLOYER PENSION CONTRIBUTIONS AND EMPLOYER'S SHARE OF NET PENSION LIABILITY (REQUIRED BY GASB #68) 31 | 31 |
| NOTES TO GASB #68 REQUIRED SCHEDULES | 32 |
| ADDITIONAL REPORT | |
| INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS | 33-34 |

Chester M. Kearney, Certified Public Accountants



Chester M. Kearney

Certified Public Accountants

12 Dyer Street, Presque Isle, Maine 04769-1550
207-764-3171

Barbara E. McGuire, CPA, CGMA
Timothy P. Poitras, CPA, CGMA

To the Board of Selectpersons of
Town of Frenchville, Maine

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business – type activities, each major fund and the aggregate remaining fund information of the Town of Frenchville, Maine, as of and for the year ended December 31, 2017, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Frenchville, Maine, as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages I to VI and 27 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 regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Frenchville's basic financial statements as a whole. The accompanying supplementary information on pages 28 through 32 is presented for purposes of additional analysis and is not a required part of the basic 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other 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 basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 19, 2018 on our consideration of the Town of Frenchville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

Chester M. Kearney

Presque Isle, Maine
February 19, 2018

MANAGEMENT DISCUSSION AND ANALYSIS

Chester M. Kearney, Certified Public Accountants

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

As management of the Town of Frenchville, Maine, we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with the Town's financial statements.

Financial Highlights

- The assets of the Town of Frenchville exceeded its liabilities at the close of the most recent fiscal year by \$5,426,006 (net position). Of this amount, \$4,268,420 is capital assets net of related debt. The remaining amount may be used to meet the government's on-going obligations to citizens and creditors.
- The government's total net position increased by \$148,208.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$872,277 an increase of \$18,166 in comparison with the prior year. Approximately 76% of this total amount, \$662,333, is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance for the general fund was \$662,333 or 38.6% of total general fund expenditures.
- The Town's total long-term debt decreased by \$51,231 for the current fiscal year, due to debt retirement of \$171,231 and new borrowing of \$120,000. The new borrowing was used to purchase a new plow truck.

Overview of the Financial Statements

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

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

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

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, protection, highways, general assistance, sanitation, cemetery, properties, recreation, county tax assessment and education. The Town does not have any business-type activities.

The government-wide financial statements can be found on pages 9 and 10 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Frenchville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into 2 categories: governmental funds, and permanent funds.

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

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

The Town maintains three (3) individual governmental funds. Information is presented separately in the governmental-fund balance sheet and in the governmental-fund statement of revenues, expenditures, and changes in fund balances for the general fund which is considered to be a major fund.

The Town adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental-fund financial statements can be found on pages 4 to 12 of this report.

Proprietary funds. The Town sewer fund is considered a proprietary fund.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 13 to 26 of this report.

Other information. This report also includes various supplemental schedules to provide additional detail for the various items reported. These supplemental schedules can be found on pages 27 to 32 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town, assets exceeded liabilities by \$5,426,006 at the close of the most recent fiscal year.

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

By far, the largest portion of the Town's net position (79%) reflects its investment in capital assets (e.g., land, buildings, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The Town uses these capital 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, if any, 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.

| TOWN OF FRENCHVILLE, Net Position | | | | | | |
|---|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | Governmental Activities | | Business-type Activities | | Total | |
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | December 31, 2016 | December 31, 2017 | December 31, 2016 |
| Current and other assets | 1,039,518 | 1,165,556 | 256,212 | 254,837 | 1,295,730 | 1,420,393 |
| Capital assets, net | <u>3,490,072</u> | <u>3,344,877</u> | <u>2,608,103</u> | <u>2,656,614</u> | <u>6,098,175</u> | <u>6,001,491</u> |
| Total assets | <u>4,529,590</u> | <u>4,510,433</u> | <u>2,864,315</u> | <u>2,911,451</u> | <u>7,393,905</u> | <u>7,421,884</u> |
| Deferred outflows of resources | <u>55,864</u> | <u>98,305</u> | <u>-</u> | <u>-</u> | <u>55,864</u> | <u>98,305</u> |
| Accounts payable | 27,241 | 171,445 | - | - | 27,241 | 171,445 |
| Pension liabilities | 115,187 | 155,829 | - | - | 115,187 | 155,829 |
| Long-term liabilities | <u>1,623,158</u> | <u>1,626,025</u> | <u>206,597</u> | <u>254,961</u> | <u>1,829,755</u> | <u>1,880,986</u> |
| Total liabilities | <u>1,765,586</u> | <u>1,953,299</u> | <u>206,597</u> | <u>254,961</u> | <u>1,972,183</u> | <u>2,208,260</u> |
| Deferred inflows of resources | <u>51,580</u> | <u>34,131</u> | <u>-</u> | <u>-</u> | <u>51,580</u> | <u>34,131</u> |
| Net position: | | | | | | |
| Invested in capital assets, net of related debt | 1,866,914 | 1,718,852 | 2,401,506 | 2,401,654 | 4,268,420 | 4,120,506 |
| Unrestricted | <u>901,374</u> | <u>902,456</u> | <u>256,212</u> | <u>254,836</u> | <u>1,157,586</u> | <u>1,157,292</u> |
| Total net position | <u>2,768,288</u> | <u>2,621,308</u> | <u>2,657,718</u> | <u>2,656,490</u> | <u>5,426,006</u> | <u>5,277,798</u> |

At the end of the current fiscal year, the Town is able to report positive balances in net position.

During the current fiscal year, the government's capital assets increased by \$96,684 the result of \$318,572 of capital additions less depreciation expense of \$221,888.

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

Governmental activities. Governmental activities increased the Town's net position by \$146,980. Key elements of this increase are as follows:

| TOWN OF FRENCHVILLE, Changes in Net Position | | | | | | |
|--|--|--|--|--|--|--|
| | Governmental Activities | | Business-type Activities | | Total | |
| | January 1, 2017 December 31, 2017 | January 1, 2016 December 31, 2016 | January 1, 2017 December 31, 2017 | January 1, 2016 December 31, 2016 | January 1, 2017 December 31, 2017 | January 1, 2016 December 31, 2016 |
| Program revenues: | | | | | | |
| Charges for services | 35,108 | 43,040 | 135,102 | 163,483 | 170,210 | 206,523 |
| Operating grants and contributions | 25,256 | 24,856 | | | 25,256 | 24,856 |
| Capital grants and contributions | 35,000 | | | | 35,000 | |
| General revenues: | | | | | | |
| Property taxes | 974,038 | 986,060 | | | 974,038 | 986,060 |
| Excise taxes | 275,926 | 282,555 | | | 275,926 | 282,555 |
| Grants and other contributions not restricted to specific programs | 164,978 | 145,354 | | | 164,978 | 145,354 |
| Other Revenue: | <u>107,490</u> | <u>132,505</u> | <u>2,272</u> | <u>4,493</u> | <u>109,762</u> | <u>136,998</u> |
| Total revenues | <u>1,617,796</u> | <u>1,614,370</u> | <u>137,374</u> | <u>167,976</u> | <u>1,755,170</u> | <u>1,782,346</u> |
| Expenses: | | | | | | |
| Education | 395,203 | 399,566 | | | 395,203 | 399,566 |
| General government | 299,199 | 320,872 | | | 299,199 | 320,872 |
| Public safety | 112,514 | 70,546 | | | 112,514 | 70,546 |
| Public works | 419,574 | 398,802 | | | 419,574 | 398,802 |
| Capital improvement | 10,350 | 7,090 | | | 10,350 | 7,090 |
| County tax | 66,834 | 63,256 | | | 66,834 | 63,256 |
| Recreation | 28,712 | 18,423 | | | 28,712 | 18,423 |
| Community agencies | 23,797 | 14,467 | | | 23,797 | 14,467 |
| All other | 50,449 | 46,595 | 140,693 | 163,539 | 191,142 | 210,134 |
| Pension expense | 19,248 | 34,988 | | | 19,248 | 34,988 |
| Interest expense | <u>40,389</u> | <u>3,857</u> | | | <u>40,389</u> | <u>3,857</u> |
| Total expenses | <u>1,466,269</u> | <u>1,378,462</u> | <u>140,693</u> | <u>163,539</u> | <u>1,606,962</u> | <u>1,542,001</u> |
| Interfund transfers | <u>(4,547)</u> | <u>(15,082)</u> | <u>4,547</u> | <u>15,082</u> | | |
| Change in net position | 146,980 | 220,826 | 1,228 | 19,519 | 148,208 | 240,345 |
| Net position - beginning | <u>2,621,308</u> | <u>2,400,482</u> | <u>2,656,490</u> | <u>2,636,971</u> | <u>5,277,798</u> | <u>5,037,453</u> |
| Net position - ending | <u>2,768,288</u> | <u>2,621,308</u> | <u>2,657,718</u> | <u>2,656,490</u> | <u>5,426,006</u> | <u>5,277,798</u> |

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable 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.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$872,277, an increase of \$18,166 in comparison with the prior year. Approximately 76% of this total amount (\$662,333) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is committed or assigned to indicate that it is not available for new spending.

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the general fund was \$662,333, while total fund balance was \$872,277. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 38.6% of total general fund expenditures, while total fund balance represents 50.8% of that same amount.

The fund balance of the Town's general fund increased by \$18,166 during the current fiscal year. Key factors in this increase are as follows:

- Actual revenues exceeded anticipated revenues by \$180,117, consisting primarily of excise taxes, state revenue sharing, grants and overlay.
- Actual expenditures were more than appropriated expenditures by \$139,555, consisting mostly of capital improvement appropriations carried forward from prior years.
- Original budget assumed use of anticipated fund balance of \$17,849.

General Fund Budgetary Highlights

The original budget was the final budget for the year ended December 31, 2017.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets for its governmental activities as of December 31, 2017, amounts to \$6,098,175 (net of accumulated depreciation). This investment in capital assets includes land, building systems and infrastructure. The total increase in the Town's investment in capital assets for the current fiscal year was 1.6 %.

Additional information on the Town's capital assets can be found in note 3 on pages 20 and 21 of this report.

TOWN OF FRENCHVILLE, MAINE
MANAGEMENT'S DISCUSSION AND ANALYSIS
UNAUDITED

Long-term debt. At the end of the current fiscal year, the Town had debt related to governmental and business-type activities. Details on long-term debt can be found on page 30 of this report.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7.5% of its total state valuation of the Town. The current debt limitation for the Town of Frenchville is \$2,893,185, which is in excess of the Town's outstanding general obligation debt by approximately \$1 million.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Aroostook County is currently 4.2%, which is a decrease from a rate of 5.5% a year ago. The County's rate is comparable to the national rate of 4.1% and the state rate 3.0%.
- Inflationary trends in the region compare favorably to national indices.
- The Town continues to seek a resolution to the Pelletier Road/Avenue dispute that will be beneficial to the citizens of the Town.

All of these factors were considered in preparing the Town's budget for the 2018 calendar year.

Requests for Information

This financial report is designed to provide a general overview of the Town of Frenchville, Maine's finances for all of those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town Manager, PO Box 97, Town of Frenchville, Maine 04745.

BASIC FINANCIAL STATEMENTS

TOWN OF FRENCHVILLE, MAINE

STATEMENT OF NET POSITION

DECEMBER 31, 2017

| | GOVERNMENTAL ACTIVITIES | BUSINESS-TYPE ACTIVITIES | TOTAL |
|---|----------------------------|-----------------------------|------------------|
| ASSETS | | | |
| Cash and cash equivalents | 760,234 | | 760,234 |
| Investments - CDs | 328,902 | | 328,902 |
| Taxes/Liens receivable (net of allowance for uncollectibles) | 184,335 | | 184,335 |
| Accounts receivable (net) | 578 | 21,681 | 22,259 |
| Internal balances | (234,531) | 234,531 | - |
| Total current assets | <u>1,039,518</u> | <u>256,212</u> | <u>1,295,730</u> |
| Capital assets, net of accumulated depreciation | <u>3,490,072</u> | <u>2,608,103</u> | <u>6,098,175</u> |
| TOTAL ASSETS | <u>4,529,590</u> | <u>2,864,315</u> | <u>7,393,905</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension related expenditures | <u>55,864</u> | | <u>55,864</u> |
| LIABILITIES | | | |
| Accounts payable | 27,241 | | 27,241 |
| Current portion of long-term debt | 145,331 | 48,468 | 193,799 |
| Non-current liabilities | | | |
| Pension liabilities | 115,187 | | 115,187 |
| Notes due in more than one year | <u>1,477,827</u> | <u>158,129</u> | <u>1,635,956</u> |
| TOTAL LIABILITIES | <u>1,765,586</u> | <u>206,597</u> | <u>1,972,183</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Pension related inflows | <u>51,580</u> | | <u>51,580</u> |
| NET POSITION | | | |
| Invested in capital assets, net of related debt | 1,866,914 | 2,401,506 | 4,268,420 |
| Committed | 113,807 | | 113,807 |
| Assigned | 96,137 | | 96,137 |
| Unassigned | <u>691,430</u> | <u>256,212</u> | <u>947,642</u> |
| TOTAL NET POSITION | <u>2,768,288</u> | <u>2,657,718</u> | <u>5,426,006</u> |

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See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2017

| Functions/Programs: | Program Revenues | | | Net (Expense) Revenues and Changes in Net Position | | | |
|--------------------------------------|------------------|---|--|---|----------------------------|-----------------------------|-------------|
| | Expenses | Fees, Fines, and Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental activities: | | | | | | | |
| Education | 395,203 | | | | (395,203) | | (395,203) |
| General government | 299,199 | 18,328 | | | (280,871) | | (280,871) |
| Public safety | 112,514 | 927 | | 35,000 | (76,587) | | (76,587) |
| Public works | 419,574 | 9,178 | 25,256 | | (385,140) | | (385,140) |
| Capital improvement | 10,350 | | | | (10,350) | | (10,350) |
| County tax | 66,834 | | | | (66,834) | | (66,834) |
| Recreation | 28,712 | 6,675 | | | (22,037) | | (22,037) |
| Community agencies | 23,797 | | | | (23,797) | | (23,797) |
| All other | 50,449 | | | | (50,449) | | (50,449) |
| Pension expense | 19,248 | | | | (19,248) | | (19,248) |
| Unallocated interest on debt service | 40,389 | | | | (40,389) | | (40,389) |
| Total governmental activities | 1,466,269 | 35,108 | 25,256 | 35,000 | (1,370,905) | | (1,370,905) |
| Business-type activities: | | | | | | | |
| Sewer department | 140,693 | 135,102 | | | | (5,591) | (5,591) |
| Total business-type activities | 140,693 | 135,102 | | | | (5,591) | (5,591) |
| Total primary government | 1,606,962 | 170,210 | 25,256 | 35,000 | (1,370,905) | (5,591) | (1,376,496) |
| General revenues: | | | | | | | |
| Taxes | | | | | 974,038 | | 974,038 |
| Excise taxes | | | | | 275,926 | | 275,926 |
| Intergovernmental | | | | | 164,978 | | 164,978 |
| Unrestricted investment earnings | | | | | 5,899 | 2,272 | 8,171 |
| Other | | | | | 101,591 | | 101,591 |
| Total general revenues | | | | | 1,522,432 | 2,272 | 1,524,704 |
| Interfund transfers | | | | | (4,547) | 4,547 | - |
| Change in net position | | | | | 146,980 | 1,228 | 148,208 |
| Net position - January 1, 2017 | | | | | 2,621,308 | 2,656,490 | 5,277,798 |
| Net position - December 31, 2017 | | | | | 2,768,288 | 2,657,718 | 5,426,006 |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

BALANCE SHEET

GOVERNMENTAL FUNDS

DECEMBER 31, 2017

| | GENERAL | TOTAL GOVERNMENTAL FUNDS |
|---|------------------|--------------------------------|
| ASSETS | | |
| Cash and cash equivalents | 760,234 | 760,234 |
| Investment - CDs | 328,902 | 328,902 |
| Tax receivable (net of allowance for uncollectibles) | 184,335 | 184,335 |
| Accounts Receivable | 578 | 578 |
| TOTAL ASSETS | <u>1,274,049</u> | <u>1,274,049</u> |
| LIABILITIES | | |
| Payables and accruals | 27,241 | 27,241 |
| Due to proprietary funds | 234,531 | 234,531 |
| TOTAL LIABILITIES | <u>261,772</u> | <u>261,772</u> |
| DEFERRED INFLOW OF RESOURCES | | |
| Unavailable revenue-property taxes | <u>140,000</u> | <u>140,000</u> |
| FUND BALANCES | | |
| Committed | 113,807 | 113,807 |
| Assigned | 96,137 | 96,137 |
| Unassigned: | <u>662,333</u> | <u>662,333</u> |
| TOTAL FUND BALANCES | <u>872,277</u> | <u>872,277</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | <u>1,274,049</u> | <u>1,274,049</u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET

TO THE STATEMENT OF NET POSITION

DECEMBER 31, 2017

| | |
|---|-------------------------|
| Total fund balances for governmental funds | 872,277 |
| Amounts reported for governmental activities in the statement of net position are different because: | |
| Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position. | 3,490,072 |
| Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds: | |
| Unavailable revenue - property taxes | 140,000 |
| Liabilities, deferred outflows of resources and deferred inflows of resources related to pensions are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. | |
| Deferred outflows of resources - pension related expenditures | 55,864 |
| Deferred inflows of resources - pension related inflows | (51,580) |
| Pension liabilities | (115,187) |
| Some liabilities are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position. | |
| Notes payable | <u>(1,623,158)</u> |
| Total net position of governmental activities | <u><u>2,768,288</u></u> |

See notes to financial statements

-7-

Chester M. Kearney, Certified Public Accountants

TOWN OF FRENCHVILLE, MAINE
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2017

| | GENERAL FUND | TOTAL GOVERNMENTAL FUNDS |
|---|-----------------------|--------------------------------|
| REVENUES | | |
| Property taxes | 974,038 | 974,038 |
| Excise | 275,926 | 275,926 |
| State revenues | 190,234 | 190,234 |
| Interest | 5,899 | 5,899 |
| Debt service | 120,000 | 120,000 |
| Other | 171,699 | 171,699 |
| TOTAL REVENUES | <u>1,737,796</u> | <u>1,737,796</u> |
| EXPENDITURES | | |
| Education | 395,203 | 395,203 |
| General government | 293,889 | 293,889 |
| Public safety | 83,974 | 83,974 |
| Public works | 296,544 | 296,544 |
| Capital improvement/debt service | 492,178 | 492,178 |
| County tax | 66,834 | 66,834 |
| Recreation | 12,215 | 12,215 |
| Community agencies | 23,797 | 23,797 |
| All other | 50,449 | 50,449 |
| TOTAL EXPENDITURES | <u>1,715,083</u> | <u>1,715,083</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | 22,713 | 22,713 |
| TRANSFER TO ENTERPRISE FUND | <u>(4,547)</u> | <u>(4,547)</u> |
| NET CHANGE IN FUND BALANCES | 18,166 | 18,166 |
| FUND BALANCES - JANUARY 1, 2017 | <u>854,111</u> | <u>854,111</u> |
| FUND BALANCES - DECEMBER 31, 2017 | <u><u>872,277</u></u> | <u><u>872,277</u></u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
DECEMBER 31, 2017

The change in net position reported for governmental activities in the statement of activities is different because:

| | |
|--|-----------------------|
| Net change in fund balances - total governmental funds | 18,166 |
| Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period: | |
| Capital asset purchases capitalized | 318,572 |
| Depreciation expense | (173,377) |
| Pension expense reported under GASB #68 is not reported in the governmental funds | (19,248) |
| Certain long-term liabilities are not due and payable from current financial resources and, therefore, are not reported in the funds: | |
| Proceeds from long-term debt | (120,000) |
| Principal payments on long-term debt | <u>122,867</u> |
| Change in net position of governmental activities | <u><u>146,980</u></u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

STATEMENT OF NET POSITION

PROPRIETARY FUND

YEAR ENDED DECEMBER 31, 2017

| | <u>SEWER</u> | <u>TOTAL</u> |
|---|------------------|------------------|
| ASSETS | | |
| Accounts receivable (net) | 21,681 | 21,681 |
| Due from primary government | <u>234,531</u> | <u>234,531</u> |
| | <u>256,212</u> | <u>256,212</u> |
| Capital assets (net) | <u>2,608,103</u> | <u>2,608,103</u> |
| TOTAL ASSETS | <u>2,864,315</u> | <u>2,864,315</u> |
| LIABILITIES | | |
| Current portion of long-term debt | 48,468 | 48,468 |
| Non-current liabilities | | |
| Due in more than one year | <u>158,129</u> | <u>158,129</u> |
| TOTAL LIABILITIES | <u>206,597</u> | <u>206,597</u> |
| NET POSITION | | |
| Invested in capital assets, net of related debt | 2,401,506 | 2,401,506 |
| Unrestricted (deficit) | <u>256,212</u> | <u>256,212</u> |
| TOTAL NET POSITION | <u>2,657,718</u> | <u>2,657,718</u> |

See notes to financial statements

-10-

Chester M. Kearney, Certified Public Accountants

TOWN OF FRENCHVILLE, MAINE

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

PROPRIETARY FUND

YEAR ENDED DECEMBER 31, 2017

| | <u>SEWER</u> | <u>TOTAL</u> |
|--|-------------------------|-------------------------|
| OPERATING REVENUES | | |
| Charges for services | <u>135,102</u> | <u>135,102</u> |
| TOTAL OPERATING REVENUES | <u>135,102</u> | <u>135,102</u> |
| OPERATING EXPENSES | | |
| Labor and benefits | 35,793 | 35,793 |
| Electricity | 26,378 | 26,378 |
| Equipment and maintenance | 9,873 | 9,873 |
| Administrative | 9,556 | 9,556 |
| Telephone | 6,666 | 6,666 |
| Depreciation | <u>48,511</u> | <u>48,511</u> |
| TOTAL OPERATING EXPENSES | <u>136,777</u> | <u>136,777</u> |
| OPERATING LOSS | <u>(1,675)</u> | <u>(1,675)</u> |
| NONOPERATING REVENUES (EXPENSES) | | |
| Interest income | 2,272 | 2,272 |
| Interest expense | <u>(3,916)</u> | <u>(3,916)</u> |
| TOTAL NONOPERATING REVENUES (EXPENSES) | <u>(1,644)</u> | <u>(1,644)</u> |
| INCOME BEFORE | | |
| TRANSFER AND CONTRIBUTIONS | (3,319) | (3,319) |
| TRANSFER FROM PRIMARY GOVERNMENT | <u>4,547</u> | <u>4,547</u> |
| CHANGE IN NET POSITION | 1,228 | 1,228 |
| TOTAL NET POSITION - JANUARY 1, 2017 | <u>2,656,490</u> | <u>2,656,490</u> |
| TOTAL NET POSITION - DECEMBER 31, 2017 | <u><u>2,657,718</u></u> | <u><u>2,657,718</u></u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

STATEMENT OF CASH FLOWS

PROPRIETARY FUND

YEAR ENDED DECEMBER 31, 2017

| | <u>SEWER</u> | <u>TOTALS</u> |
|--|-----------------|-----------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash received from customers | 145,911 | 145,911 |
| Cash paid to suppliers for goods and services | (52,473) | (52,473) |
| Cash paid to employees for services | (35,793) | (35,793) |
| Interest received | <u>2,272</u> | <u>2,272</u> |
| Net cash provided by operating activities | <u>59,917</u> | <u>59,917</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Net cash loaned to General Fund | <u>(7,637)</u> | <u>(7,637)</u> |
| Net cash used for noncapital financing activities | <u>(7,637)</u> | <u>(7,637)</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | | |
| Interest paid on bonds and notes | (3,916) | (3,916) |
| Reduction in long-term obligations | <u>(48,364)</u> | <u>(48,364)</u> |
| Net cash used for capital and related financing activities | <u>(52,280)</u> | <u>(52,280)</u> |
| NET INCREASE (DECREASE) IN CASH | - | - |
| CASH - JANUARY 1, 2017 | <u>-</u> | <u>-</u> |
| CASH - DECEMBER 31, 2017 | <u>-</u> | <u>-</u> |
| RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Operating loss | <u>(3,319)</u> | <u>(3,319)</u> |
| Adjustments to reconcile loss to net cash provided by operating activities | | |
| Depreciation | 48,511 | 48,511 |
| Interest paid | 3,916 | 3,916 |
| Change in assets and liabilities | | |
| Accounts receivable - decrease | <u>10,809</u> | <u>10,809</u> |
| | <u>63,236</u> | <u>63,236</u> |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | <u>59,917</u> | <u>59,917</u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE
NOTES TO FINANCIAL STATEMENTS

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Frenchville, Maine was incorporated under the laws of the State of Maine and operates under a town meeting, selectmen, town manager form of government and provides the following services: public safety, public works, health and social services, education, public improvements, planning and zoning, and general administrative services.

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. In evaluating how to define the reporting entity, for financial purposes, management has considered all potential component units. The criteria used to determine which entities are part of the Town's operations include how the budget is adopted, whether debt is secured by general obligation of the Town, the Town's duty to cover any deficits that may occur, and supervision over the accounting functions. Based upon all pertinent facts derived from the analysis of the above criteria, it was determined that no additional entities should be included as part of these financial statements.

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 non-fiduciary activities of the Town. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes, 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 revenue. Direct expenses are those that are clearly identifiable with a specific function or segment. The Town has elected not to allocate indirect costs among program, functions and segments. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

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

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

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Measurement Focus and Basis of Accounting

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

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

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

The Town reports the following major governmental funds:

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

The Town reports the following major proprietary fund:

- The Sewer Fund accounts for the cost of construction and operation of the sewage treatment plant, the Town sewer system, and sewer operation activities, and is self-supported through sewer usage fees. Sewer fees are not sufficient to cover all the operating expenses requiring the general fund to supplement its operating resources.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds subject to the same limitations. The Town has not elected to follow subsequent private-sector guidance.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Town's public service function 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.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Measurement Focus and Basis of Accounting (cont'd.)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, 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 non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary fund are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating 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.

Budgets

An operating budget is adopted each year for the general fund on the same modified accrual basis used to reflect actual revenues and expenditures. Special revenue funds do not have legally adopted budgets, but administratively approved project budgets.

Cash and temporary investments

Available cash is deposited in interest-bearing accounts to as great a degree as possible. These residual investments are classified for reporting purposes as cash and temporary investments. Earnings from these investments are reported by the applicable funds. The Town's policy is to invest in regional banks and federal securities and to insure funds to as great a degree as possible. Deposits with a maturity of three months or less are included in cash and temporary investments for financial reporting purposes.

State statutes authorize the Town to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds and repurchase agreements.

Investments are reported at fair value.

Short-term Inter-fund receivables/payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the combined balance sheet.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets with an initial, individual cost of more than \$10,000, and an estimated useful life in excess of one year, are reported at actual or estimated historical cost.

Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized.

Donated capital assets are recorded at estimated fair value at the time of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

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

| <u>Asset Class</u> | <u>Estimated Useful Lives</u> |
|------------------------|-------------------------------|
| Buildings | 20 to 100 years |
| Vehicles and equipment | 5 to 20 years |
| Infrastructure | 10 to 75 years |

Long-Term Obligations

In the government-wide financial statements, and proprietary fund type 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 propriety fund type statement of net assets. Bond premiums and discounts, as well as issuance costs if material to basic financial statements, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide statement, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amount to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last and upon approval of the legislative body.

Deferred outflows/inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town currently reports deferred outflows of resources that are related to its participation in the Maine Public Employees Retirement System (MainePERS).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one type of item in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available on the Governmental Funds balance sheet. The Town also reports deferred inflows of resources related to its participation in MainePERS on the Statement of Net Position.

Fund Equity or Balances

The Town of Frenchville follows Statement No. 54 which establishes a fund balance hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Statement No. 54, establishes a fund balance hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Prior to the adoption of GASB #54 the Town reported fund balance as either reserved or unreserved. The unreserved category was further broken down as designated or undesignated.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Fund Equity or Balances (cont'd.)

Under the GASB #54 reporting format, fund balance is reported as follows:

- Non-spendable-Items that are either not in spendable form or legally or contractually required to remain intact.
- Restricted fund balance-Resources that have constraints imposed by creditors, grantors, contributors or laws and regulations of other governments; or amounts that have very stringent conditions imposed by external parties or law.
- Unrestricted fund balance-Has 3 components;
 - Committed fund balance-Amounts with internally imposed restrictions mandated by the government's highest level of decision making authority which require action from that authority to be redeployed. In the case of the Town of Frenchville, this action requires a vote at a town meeting.
 - Assigned fund balance-Amounts that are constrained by the government's intent that they will be used for specific purposes. Decision making authority with respect to these amounts lies with a committee or other government official (board of selectpersons) but not the highest level authority.
 - Undesignated fund balance-This is the residual balance of the general fund which represents the remaining fund balance after allocation to the other fund balance categories. It reflects resources that are available for further appropriation and expenditure for general governmental purposes.

Allowance for Uncollectible Accounts

The Town of Frenchville provides for the valuation of outstanding taxes and accounts receivable through an allowance account based on estimated bad debts as of the period then ended.

Use of Estimates

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

Property Tax

The Town's property tax was levied July 14, 2017, on the assessed value listed as of April 1, 2017, for all real and personal located in the Town. The assessed value for the list of April 1, 2017, upon which the levy was based, was \$38,575,789 and taxed at 25.25 mils. Taxes were due and payable on October 31, 2017 with interest at the rate of 7% being charged on taxes unpaid after that date.

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

TOWN OF FRENCHVILLE, MAINE
NOTES TO FINANCIAL STATEMENTS (cont'd.)

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd.)

Unrecognized Property Tax Revenue

The Town has adopted the standard established by GASB 33 regarding the recognition of property taxes. The criteria for this standard is to recognize property tax revenue as it becomes both "measurable and available". Measurable is defined as the amount that the Town can reasonably expect to receive of the property taxes assessed for the current year. Available is defined as the amount of current and past due taxes that will be collected during the current period or expected to be collected shortly thereafter to pay current liabilities. For the purposes of this report, 60 days is used as the collection period after year-end. Accordingly a liability has been reported on the governmental funds' balance sheet for the taxes considered collectible but not available for current liabilities of \$140,000 as of December 31, 2017.

Net Position

Net position represents the residual of all other financial statement elements presented in a Statement of Financial Position.

Other General Items

The Town is exposed to various risks of loss related to torts; theft of, damages to and destruction of assets; errors and omissions; and natural disasters for which the Town carries commercial insurance. Settled claims, if any, resulting from these risks, have not exceeded commercial insurance coverage.

Minimum Fund Balance

The Board has not adopted a financial policy to maintaining a minimum level of unrestricted fund balance in the general fund.

Budgetary Information

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

The Town Manager submits to the Board of Selectpersons a proposed operating budget for the ensuing year. A town meeting is held and the final budget is adopted through the legislative body.

Transfers between departments or additional appropriations require the approval of the legislative body.

Excess of Expenditures Over Appropriations

For the year ended December 31, 2017, the Town's appropriations exceeded expenditures by \$22,713, a favorable variance. Expenditures exceeded appropriations in the capital improvement, recreation, and miscellaneous expenditures accounts.

TOWN OF FRENCHVILLE, MAINE
NOTES TO FINANCIAL STATEMENTS (cont'd.)

(2) CASH AND EQUIVALENTS AND INVESTMENTS

Deposits and investments at December 31, 2017 consist of the following:

| | |
|--|----------------|
| Deposits | |
| Checking accounts (2) | 712,771 |
| Savings accounts (5) | <u>104,142</u> |
| Total cash in bank | 816,913 |
| Less: | |
| Outstanding checks | (58,867) |
| Plus: | |
| Petty cash on hand | <u>2,188</u> |
| | <u>760,234</u> |
| Cash held in: | |
| Governmental funds | <u>760,234</u> |
| Investments | |
| Certificates of deposits (5) (initial maturities of 1 to 5 years – all held in governmental funds) | <u>328,902</u> |

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned. The Town does have a policy with respect to custodial credit risk for deposit accounts. As of December 31, 2017, the Town's bank balances exposed to custodial credit risk by exceeding FDIC and FCUA limits was \$212,771. No losses are anticipated from the uninsured balances.

(3) CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017 is as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|--|----------------------|----------------|---------------|-------------------|
| Governmental activities: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | <u>48,700</u> | | | <u>48,700</u> |
| Capital assets, being depreciated: | | | | |
| Buildings | 592,985 | 114,729 | 12,500 | 695,214 |
| Infrastructure | 5,564,462 | | | 5,564,462 |
| Equipment | 442,337 | 32,280 | | 474,617 |
| Vehicles | <u>747,474</u> | <u>171,563</u> | <u>70,600</u> | <u>848,437</u> |
| Total capital assets being depreciated | <u>7,347,258</u> | <u>318,572</u> | <u>83,100</u> | <u>7,582,730</u> |

TOWN OF FRENCHVILLE, MAINE
NOTES TO FINANCIAL STATEMENTS (cont'd.)

(3) CAPITAL ASSETS (cont'd.)

| | | | | |
|---|----------------------|--------------------|---------------|----------------------|
| Less accumulated depreciation for: | | | | |
| Buildings | 342,781 | 12,538 | 12,500 | 342,819 |
| Infrastructure | 2,996,962 | 74,193 | | 3,071,155 |
| Equipment | 297,606 | 25,209 | | 322,815 |
| Vehicles | 413,732 | 61,437 | 70,600 | 404,569 |
| Total accumulated depreciation | <u>4,051,081</u> | <u>173,377</u> | <u>83,100</u> | <u>4,141,358</u> |
| Total capital assets, being depreciated, net | <u>3,296,177</u> | <u>145,195</u> | | <u>3,441,372</u> |
| Total capital assets, net | <u>3,344,877</u> | <u>145,195</u> | | <u>3,490,072</u> |
| Business-type activities: | | | | |
| Sewer operations: | | | | |
| Land and easements | 103,792 | | | 103,792 |
| Operating property | <u>3,561,891</u> | | | <u>3,561,891</u> |
| | 3,665,683 | | | 3,665,683 |
| Less accumulated depreciation | <u>1,009,069</u> | <u>48,511</u> | | <u>1,057,580</u> |
| | <u>2,656,614</u> | <u>(48,511)</u> | | <u>2,608,103</u> |

Depreciation expense was charged to functions in the Statement of Activities as follows:

| | |
|------------------------------|----------------|
| Governmental Activities: | |
| General government | 5,310 |
| Public works | 123,030 |
| Public safety | 28,540 |
| Recreation | <u>16,497</u> |
| | <u>173,377</u> |
| Business-type activities | |
| Sewer operations | <u>48,511</u> |

(4) LONG-TERM DEBT

Detail of long-term debt and maturity of long-term debt can be found on page 30 of the financial statements.

(5) STATUTORY DEBT LIMITATION

In accordance with MRSA Title 30, Section 5061, as amended, no municipality shall incur debt for specified purposes in excess of a certain percentage of the state valuation of such municipality. The Town believes it is in compliance with State statutes.

TOWN OF FRENCHVILLE, MAINE
NOTES TO FINANCIAL STATEMENTS (cont'd.)

(6) FUND BALANCES

As of December 31, 2017, the following funds were carried forward into the operations of the 2017 fiscal year.

| | |
|------------------------|----------------|
| Committed | |
| Community development | 10,408 |
| Gateway sign | 71 |
| Chasse funds | 23,257 |
| Public works equipment | 32,945 |
| Fire Equipment | 11,541 |
| Community Center | 3,000 |
| Recreation | 3,079 |
| Park | 4,380 |
| Retirement | 23,920 |
| Flag project | 503 |
| CDBG | <u>703</u> |
| | <u>113,807</u> |
| Assigned | |
| Road project | 68,806 |
| 2018 Education | <u>27,331</u> |
| | <u>96,137</u> |
| Unassigned | <u>662,333</u> |
| Total Fund Balance | <u>872,277</u> |

(7) RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Town has purchased various insurance policies to safeguard its assets from risk of loss. Insurance coverage appears to be consistent with previous years. During the year ended December 31, 2017, and the two previous years, no settlements exceeded insurance coverage.

(8) TAXES

As a municipal entity, the Town is not subject to Federal and State income taxes, accordingly it is not necessary to consider the effects of any uncertain tax positions.

The Town is subject to Federal and State payroll taxes and is required to file the appropriate tax returns. Management believes that all required returns have been properly filed as of December 31, 2017. No examinations have been conducted by the Federal or State taxing authorities and no correspondence has been received from these authorities.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(9) REPORTING OF COMPONENT UNITS

This report includes all funds and account groups of the Town. An analysis of the criteria presented in the National Council of Governmental Accounting (NCGA) Statement 3, "Defining the Governmental Reporting Entity", was made to determine if other governmental units should be included in this report. The criteria evaluated were (1) Manifestations of Oversight, (2) Accountability for Fiscal Matters, (3) Scope of Public Service, and (4) Special Financial Relationships.

It is the Town's judgement, based on all pertinent facts derived from the analysis of these criteria, that there are no other entities within the Town of Frenchville that should be included as part of these financial statements.

(10) JOINT VENTURE – VALLEY RECYCLING FACILITY (VRF)

The VRF is owned jointly by the member towns in the St. John River Valley. The Town of Frenchville owns 9% of the facility. Ownership is based on a formula using population and state valuation figures at time of inception. Ownership percentage will remain the same over the life of the joint venture. The facility is administered by a seven-member executive committee. Each town appoints 2 voting members to serve, one of which must be the town manager and the other a member of the board of selectpersons or town council. The seventh member is appointed by the Northern Aroostook Regional Airport Authority.

Financial information for the year ended December 31, 2017 is not yet available.

(11) JOINT VENTURE – NORTHERN AROOSTOOK REGIONAL AIRPORT AUTHORITY (NARAA)

NARAA is owned jointly by the member towns in the St. John River Valley. The Town of Frenchville owns 10.6225% of the facility. Ownership is based on a formula using population as of the 2010 census. Ownership percentage will be adjusted for each subsequent statement. The facility is administered by a nine-member executive committee. Each town council appoints 1 voting member per 1,500 residents, or fraction of 1,500 residents, to serve.

Financial information for the year ended December 31, 2017 is not yet available.

(12) COMMITMENTS AND CONTINGENCIES

The Town is liable for its proportional share of any defaulted debt by entities of which it is a member.

The Town continues to be involved in a dispute regarding Pelletier Road/Avenue. At the end of December 2017, the court had ruled the road to be a public way and that the Town was responsible for upkeep and maintenance of the road. The Town estimates that the cost to upgrade the road to the standards of a public way will be approximately \$2 million. Management is looking at the best options to resolve this issue without incurring significant cost to the Town.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(13) PENSION PLAN

Town employees contribute to the Maine Public Employees Retirement System ("System"), Participating Local Districts (PLDs) Consolidated Plan, a cost-sharing multiple-employer defined benefit pension plan administered by the Maine Public Employees Retirement System (MainePERS). The PLDs Consolidated Plan provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the PLD's Consolidated Plan Board of Trustees. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PLDs Consolidated Plan. That report may be obtained by writing to Maine Public Employees Retirement System, 46 State House Station, Augusta, Maine 04333, by calling (800) 451-9800 or at MainePERS.org.

Benefit Terms are established in Maine statute and an advisory group, also established by statute, reviews the terms of the plan and periodically makes recommendations to the Legislature to amend the terms. The plan provides defined benefits based on members' average final compensation and service credit earned as of retirement. Vesting occurs upon the earning of five years of service credit. For PLD members, normal retirement age is 60 or 65. The monthly benefit of members who retire before normal retirement age by 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 normal retirement age at retirement. MainePERS also provides disability and death benefits which are established by contract with other participating employers under applicable statutory provisions.

The contribution requirements of plan members and the Town are established and may be amended by the PLD's Consolidated Board of Trustees. The Town's employees are part of the PLD's plan "AC" and are required to contribute 7.5% of their annual salary through June 30, 2016. The rate increased to 8.0% effective July 1, 2016 and will continue at 8.0% effective July 1, 2017. Through June 30, 2016 the Town was required to contribute a blended rate of 8.9% of the plan "AC" members' covered payroll annually to the system along with a predetermined initial unpooled unfunded actuarial liability (IUUAL) rate set by the system. The blended rate increased to 9.5% effective July 1, 2016 and increased to 9.6% effective July 1, 2017. The IUUAL can either be a monthly payment or credit, which is added to or subtracted from the employer's percentage of employees' covered payroll to determine the employers actual cost.

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

At December 31, 2017, the Town reported a liability of \$115,187 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2017 and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. For the year ended December 31, 2017, the Town recognized pension expense of \$19,248 plus employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

At December 31, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of <u>Resources</u> | Deferred Inflows of <u>Resources</u> |
|---|---|--|
| Difference between expected and actual experience | | 5,533 |
| Difference between projected and actual earnings | 39,696 | 42,864 |
| Changes of assumptions | 9,802 | |
| Contributions July 2017 to December 2017 | (7,709) | |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | <u>14,075</u> | <u>3,183</u> |
| | <u>55,864</u> | <u>51,580</u> |

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

| | |
|----------------------|---------|
| Year ending June 30, | |
| 2018 | 3,508 |
| 2019 | 15,555 |
| 2020 | 773 |
| 2021 | (7,842) |

Discount Rate

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

The following table shows how the collective net pension liability as of June 30, 2017 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate. The current rate is 6.875% for the PLD Consolidated Plan.

| <u>1% Decrease</u> | <u>Current Discount Rate</u> | <u>1% Increase</u> |
|--------------------|------------------------------|--------------------|
| 5.875% | 6.875% | 7.875% |
| \$231,100 | \$115,187 | \$27,922 |

Town employees not participating in MainePERS are covered under the social security system.

TOWN OF FRENCHVILLE, MAINE

NOTES TO FINANCIAL STATEMENTS (cont'd.)

(14) SUBSEQUENT EVENTS

Management has evaluated all subsequent events through February 19, 2018, the date the financial statements were available to be issued, and determined that no additional disclosures are required in order for these financial statements to be fairly stated.

(15) FAIR VALUE OF FINANCIAL INSTRUMENTS

The Town has a number of financial instruments, none of which are held for trading purposes. The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Considerable judgment is necessarily required in interpreting market data to develop the estimates of fair value, and, accordingly, the estimates are not necessarily indicative of the amounts that the Town could realize in a current market exchange.

SUPPLEMENTARY INFORMATION

TOWN OF FRENCHVILLE, MAINE

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

BUDGET AND ACTUAL

YEAR ENDED DECEMBER 31, 2017

| | BUDGETED AMOUNTS | | ACTUAL AMOUNTS | VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE) |
|---|------------------|------------------|-------------------|---|
| | ORIGINAL | FINAL | | |
| REVENUES | | | | |
| Property taxes | 959,979 | 959,979 | 974,038 | 14,059 |
| Excise | 240,000 | 240,000 | 275,926 | 35,926 |
| State revenues | 136,565 | 136,565 | 190,234 | 53,669 |
| Interest | 7,600 | 7,600 | 5,899 | (1,701) |
| Debt service proceeds | | 120,000 | 120,000 | - |
| Other | 58,535 | 93,535 | 171,699 | 78,164 |
| TOTAL REVENUES | <u>1,402,679</u> | <u>1,557,679</u> | <u>1,737,796</u> | <u>180,117</u> |
| EXPENDITURES | | | | |
| Education | 410,558 | 410,558 | 395,203 | 15,355 |
| General government | 301,077 | 301,077 | 293,889 | 7,188 |
| Public safety | 55,898 | 90,898 | 83,974 | 6,924 |
| Public works | 308,430 | 308,430 | 296,544 | 11,886 |
| Capital improvement/debt service | 191,944 | 311,944 | 492,178 | (180,234) |
| County tax | 66,834 | 66,834 | 66,834 | - |
| Recreation | 11,326 | 11,326 | 12,215 | (889) |
| Community agencies | 29,259 | 29,259 | 23,797 | 5,462 |
| All other | 45,202 | 45,202 | 50,449 | (5,247) |
| TOTAL EXPENDITURES | <u>1,420,528</u> | <u>1,575,528</u> | <u>1,715,083</u> | <u>(139,555)</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | (17,849) | (17,849) | 22,713 | 40,562 |
| TRANSFER TO ENTERPRISE FUND | <u>-</u> | <u>-</u> | <u>(4,547)</u> | <u>(4,547)</u> |
| NET CHANGE IN FUND BALANCE | <u>(17,849)</u> | <u>(17,849)</u> | 18,166 | <u>36,015</u> |
| FUND BALANCE - JANUARY 1, 2017 | | | <u>854,111</u> | |
| FUND BALANCE - DECEMBER 31, 2017 | | | <u>872,277</u> | |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

SCHEDULE OF PROPERTY VALUATION AND ASSESSMENT - GENERAL FUND

YEAR ENDED DECEMBER 31, 2017

| | <u>REAL ESTATE</u> | <u>PERSONAL PROPERTY</u> | <u>TOTAL</u> |
|----------------------|--------------------|------------------------------|----------------|
| ASSESSED VALUATION | 37,249,414 | 1,326,375 | 38,575,789 |
| TAX RATE PER \$1,000 | | | <u>25.25</u> |
| | | | <u>974,039</u> |

COMPUTATION OF ASSESSMENT

| | | |
|---------------------------------|----------------|------------------|
| TAX COMMITMENT | <u>974,039</u> | |
| ESTIMATED REVENUES | | |
| State municipal revenue sharing | 52,047 | |
| Homestead reimbursement | 80,239 | |
| BETE Reimbursement | 22,634 | |
| Other revenues | <u>422,957</u> | |
| | <u>577,877</u> | 1,551,916 |
| APPROPRIATIONS | | |
| Municipal | 1,060,465 | |
| Education | 410,558 | |
| County tax | <u>66,834</u> | <u>1,537,857</u> |
| OVERLAY | | <u>14,059</u> |

See notes to financial statements

TOWN OF FRENCHVILLE, MAINE

SCHEDULE OF CHANGES IN PROPERTY TAXES - GENERAL FUND

YEAR ENDED DECEMBER 31, 2017

| | | 2018 | 2017 | 2016 | 2015 | 2014 |
|--|------------------|--------------|----------------|------------------|------------------|------------------|
| | TOTAL | TAXES | TAXES | TAXES & LIENS | TAXES & LIENS | TAXES & LIENS |
| UNCOLLECTED AT JANUARY 1, 2017 | 167,261 | | (1,612) | 143,790 | 24,676 | 407 |
| 2017 COMMITMENT | 974,039 | | 974,039 | | | |
| | <u>1,141,300</u> | | <u>972,427</u> | <u>143,790</u> | <u>24,676</u> | <u>407</u> |
| COLLECTIONS | 956,965 | 171 | 824,767 | 107,449 | 24,171 | 407 |
| | <u>956,965</u> | <u>171</u> | <u>824,767</u> | <u>107,449</u> | <u>24,171</u> | <u>407</u> |
| UNCOLLECTED (ADVANCE) AT DECEMBER 31, 2017 | <u>184,335</u> | <u>(171)</u> | <u>147,660</u> | <u>36,341</u> | <u>505</u> | <u>-</u> |
| REPRESENTED BY | | | | | | |
| Real estate taxes | 140,709 | (171) | 140,880 | | | |
| Personal property taxes | 7,790 | | 6,780 | 505 | 505 | |
| Liens | 35,836 | | | 35,836 | | |
| | <u>184,335</u> | <u>(171)</u> | <u>147,660</u> | <u>36,341</u> | <u>505</u> | <u>-</u> |

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

-29-

Chester M. Kearney, Certified Public Accountants

TOWN OF FRENCHVILLE, MAINE

SCHEDULE OF DEBT SERVICE

YEAR ENDED DECEMBER 31, 2017

| NOTE PAYABLE TO | RATE | MATURITY | INSTALLMENT | BALANCE JANUARY 1, 2017 | DEBT ISSUED | DEBT RETIRED | BALANCE DECEMBER 31, 2017 |
|-----------------------------|----------|----------|--------------------------------------|-------------------------------|----------------|-----------------|---------------------------------|
| Governmental Activities: | | | | | | | |
| Maine Bond Bank | 5% | 2027 | Annual - \$8,750 plus interest | 96,250 | | 8,750 | 87,500 |
| Katahdin Trust Company | 2.73% | 2022 | Annual \$23,030 including interest | | 120,000 | | 120,000 |
| Key Bank | 3.75% | 2022 | Annual - \$7,500 plus interest | 45,000 | | 7,500 | 37,500 |
| Acadia Federal Credit Union | 2.99% | 2018 | Annual - \$10,500 including interest | 18,775 | | 9,951 | 8,824 |
| Acadia Federal Credit Union | 2.99% | 2021 | Annual - \$25,363 including interest | 116,000 | | 21,666 | 94,334 |
| Maine Bond Bank | Variable | 2034 | Annual \$75,000 plus interest | <u>1,350,000</u> | | <u>75,000</u> | <u>1,275,000</u> |
| | | | | <u>1,626,025</u> | <u>120,000</u> | <u>122,867</u> | <u>1,623,158</u> |
| Business-type Activities: | | | | | | | |
| Maine Bond Bank | 3.30% | 2032 | Annual - \$12,153 including interest | 178,961 | | 10,364 | 168,597 |
| Maine Bond Bank | 1% | 2018 | Annual - \$38,000 plus interest | <u>76,000</u> | | <u>38,000</u> | <u>38,000</u> |
| | | | | <u>254,961</u> | <u>-</u> | <u>48,364</u> | <u>206,597</u> |
| | | | | <u>1,880,986</u> | <u>120,000</u> | <u>171,231</u> | <u>1,829,755</u> |

LONG-TERM DEBT MATURES AS FOLLOWS:

| | GOVERNMENTAL ACTIVITIES | | | BUSINESS-TYPE ACTIVITIES | | | TOTAL | | |
|------------|-------------------------|----------------|------------------|--------------------------|---------------|----------------|------------------|----------------|------------------|
| | Principle | Interest | Total | Principle | Interest | Total | Principle | Interest | Total |
| 12/31/2018 | 145,331 | 41,873 | 187,204 | 48,468 | 2,445 | 50,913 | 193,799 | 44,318 | 238,117 |
| 12/31/2019 | 137,808 | 38,278 | 176,086 | 10,572 | 1,475 | 12,047 | 148,380 | 39,753 | 188,133 |
| 12/31/2020 | 139,144 | 33,855 | 172,999 | 10,678 | 1,368 | 12,046 | 149,822 | 35,223 | 185,045 |
| 12/31/2021 | 140,564 | 31,211 | 171,775 | 10,785 | 1,368 | 12,153 | 151,349 | 32,579 | 183,928 |
| 12/31/2022 | 116,561 | 27,765 | 144,326 | 10,893 | 1,260 | 12,153 | 127,454 | 29,025 | 156,479 |
| 2023-27 | 418,750 | 110,063 | 528,813 | 56,119 | 4,644 | 60,763 | 474,869 | 114,707 | 589,576 |
| 2028-32 | 375,000 | 60,288 | 435,288 | 59,082 | 1,781 | 60,863 | 434,082 | 62,069 | 496,151 |
| 2033-37 | 150,000 | 7,504 | 157,504 | | | | 150,000 | 7,504 | 157,504 |
| Total | <u>1,623,158</u> | <u>350,837</u> | <u>1,973,995</u> | <u>206,597</u> | <u>14,341</u> | <u>220,938</u> | <u>1,829,755</u> | <u>365,178</u> | <u>2,194,933</u> |

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

TOWN OF FRENCHVILLE, MAINE
SCHEDULE OF EMPLOYER'S PENSION CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2017

| Date | Contractually Required Contribution | Contributions in Relation to Contractually Required Contribution | Contribution Deficiency (Excess) | Employer's Covered Employee Payroll | Contributions as a % of Covered Employee Payroll |
|------|---|--|--|--|--|
| 2016 | 13,762 | 13,762 | - | 154,629 | 8.90% |
| 2017 | 14,962 | 14,962 | - | 157,494 | 9.50% |

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

TOWN OF FRENCHVILLE, MAINE
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
FOR THE YEAR ENDED DECEMBER 31, 2017

| | 2017 | 2016 |
|---|------------|------------|
| Employer's proportion of the Net Pension Liability (Asset) | 0.028134% | 0.029328% |
| Employer's proportionate share of the Net Pension Liability (Asset) | \$ 115,187 | \$ 155,829 |
| Employer's Covered Payroll | \$ 157,494 | \$ 154,629 |
| Employer's proportionate share of the Net Pension Liability (Asset) as a percentage of its covered employee payroll | 73.14% | 100.78% |
| Plan fiduciary net position as a percentage of the total pension liability | 86.4% | 81.6% |

Amounts presented have a measurement date of June 30, 2017

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

TOWN OF FRENCHVILLE, MAINE
NOTES TO GASB #68 REQUIRED SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2017

Valuation Date:

Only fiscal years 2016 - 2017 are reported. The Town will continue to present information until a full ten-year trend is compiled.

Changes of Benefit Terms include:

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

Changes of Assumptions include:

The discount rate was unchanged at 6.875% and the COLA increase was changed from 2.75% to 2.20%. The rate of inflation was 2.75%. 2.75% was used also used in the year ended June 30, 2016.

Methods and assumptions used to determine contribution rates

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

ADDITIONAL REPORT



Chester M. Kearney

Certified Public Accountants

12 Dyer Street, Presque Isle, Maine 04769-1550
207-764-3171

Barbara E. McGuire, CPA, CGMA
Timothy P. Poitras, CPA, CGMA

To the Board of Selectpersons of the
Town of Frenchville, Maine

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Frenchville, Maine, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Town of Frenchville, Maine's basic financial statements and have issued our report thereon dated February 19, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Frenchville, Maine's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Frenchville Maine's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Frenchville, Maine's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Frenchville, Maine's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Chester M. Kearney

Presque Isle, Maine
February 19, 2018



TOWN MEETING WARRANT

TO BE HELD ON

When: TUESDAY, MARCH 20, 2018
Time: 7:00 PM
Place: FRENCHVILLE COMMUNITY
CENTER

***SECRET BALLOT ELECTION AND
TOWN MEETING WARRANT
MARCH 20TH, 2018***

TO: Eric I. Blanchette, a resident of the Town of Frenchville in the
Aroostook County, State of Maine.

Greetings:

In the name of the State of Maine, you are hereby required to notify and warn the voters of the Town of Frenchville in said county and state, qualified by law to vote in town affairs, to meet at the **Frenchville Community Center** in said town on **Tuesday, the 20th day of March, 2018 A.D., at ten o'clock in the forenoon**, then and there to act on articles numbered 1 and 2 as set out below; the **polling hours** therefore to be from **ten o'clock in the forenoon until six o'clock in the evening**.

And, to notify and warn said inhabitants to meet at the **Frenchville Community Center** in said Town on **Tuesday, the 20th day of March, 2018 A.D., at seven o'clock in the evening**, then and there to act on articles numbered 3 thru all of said articles being set out below, to wit:

- ART. 1. To choose a moderator to preside at said meeting.
- ART. 2. To elect all necessary Town officers as are required to be elected by secret ballot. (M.R.S.A., Title 30A, 2528)
- ART. 3. To see if the Town will vote to appoint:
- A. One member to the Budget Committee (3 year term):
 - Aurel E. Lavoie
 - B. Three members to the Planning Committee (3 year terms):
 - Lloyd P. Paradis
 - Robert V. Paradis
 - Dale B. Roy
 - C. Three members to the Zoning Board of Appeals (3 year term):
 - Carl Sousa
 - Ronnie Picard
 - Brian Roy
 - D. One member as the Animal Control Officer (3 year term):
 - Dean Lavoie
 - E. One Member to the Northern Aroostook Airport Authority Board (3yr):
 - Adam Paradis
 - F. One member as Code Enforcement/Plumbing Inspector (3 year term):
 - Robert C. Ouellette

- ART. 4. To see if the Town will vote to authorize the Treasurer to expend for fiscal year beginning January 1, 2018, receipts from state revenues, unexpended balances, accounts receivable, reserve balances and any other miscellaneous receipts for the support of Town operations.

Recommended by Board of Select People.

Recommended by the Budget Committee.

- ART. 5. To see what sum of money, if any, the Town will vote to raise and appropriate for **GENERAL GOVERNMENT:**

| | |
|---|----------------|
| Town Office Operations: | 184,455 |
| Select People Wages | 6,200 |
| Tax Discounts (3%) | 15,000 |
| Street Lights | 26,000 |
| NARSB- Sludge Site | 800 |
| Ambulance Service – Contract until- 2020 | 13,500 |
| Valley Recycling- Disposal Fees | 64,000 |
| TOTAL GENERAL GOVERNMENT: | 309,955 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 309,955 |
| RECOMMENDED BY BUDGET COMMITTEE: | 309,955 |

- ART. 6. To see what sum of money, if any, the Town will vote to raise and appropriate for **PROFESSIONAL SERVICES:**

| | |
|--|---------------|
| Advertising, Auditor, Legal Services & Town Report | 11,200 |
| Dues, Bank fees, Memberships & MMA Convention | 6,100 |
| Assessor, Map Updates & Tax Bills | 6,500 |
| Community Development Block Grant Program | 5,225 |
| TOTAL PROFESSIONAL SERVICES: | 29,025 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 29,025 |
| RECOMMENDED BY BUDGET COMMITTEE: | 29,025 |

- ART. 7. To see what sum of money, if any, the Town will vote to raise and appropriate for **PUBLIC SAFETY DEPARTMENT:**

| | |
|---|---------------|
| Fire Department | 35,703 |
| Code Enforcement | 4,554 |
| Health Officer | 500 |
| Animal Control | 1,700 |
| Northern Aroostook Regional Airport Authority | 11,920 |
| TOTAL PUBLIC SAFETY DEPARTMENT: | 54,377 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 54,377 |
| RECOMMENDED BY BUDGET COMMITTEE: | 54,377 |

- ART. 8. To see what sum of money, if any, the Town will vote to raise and appropriate for **PUBLIC WORKS DEPARTMENT:**

| | |
|---|----------------|
| Winter Roads (November to April) | 112,625 |
| Summer Roads (May to October) | 79,350 |
| Town Garage Maintenance | 20,678 |
| Equipment Maintenance | 34,590 |
| Paving | 6,000 |
| Equipment Reserve | 10,000 |
| Drug Testing | 215 |
| Benefits/Payroll Taxes | 50,255 |
| TOTAL PUBLIC WORKS DEPARTMENT: | 313,713 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 313,713 |
| RECOMMENDED BY BUDGET COMMITTEE: | 313,713 |

- ART. 9. To see what sum of money, if any, the Town will vote to raise and appropriate for **SOCIAL SERVICES:**

| | |
|---|-------------------------------------|
| Senior Citizens –Le Club du Bonheur | 3800 |
| Frenchville Historical Society | 500 |
| St. John Valley Chamber of Commerce | 300 |
| St. John Valley Associates, Inc. | 3000 |
| Aroostook Area Agency on Aging Inc | 533 |
| Aroostook County Action Program Inc | 220 |
| American Red Cross | 210 |
| St. John Valley Soil Conservation | 229 |
| St. Luce Food Pantry | 1000 |
| Maine Acadian Heritage Council Dues | 150 |
| Frenchville Snowmobile Club | 600 |
| Northern Maine Veteran's Cemetery | 150 |
| Long Lake Library | 250 |
| Veteran Flags | 500 |
| Homeless Services of Aroostook | 0- 1,630 on account currently |
| Heritage Park | 500 |
| Life Flight Foundation | 400 |
| Maine Public TV & Radio | 100 |
| Misc. Donations | 500 |
| MSAD 33 School Food Pantry | 250 |
| Fort Kent Chamber of Commerce | 300 |
| TOTAL SOCIAL SERVICES: | 13,492 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 13,492 |
| RECOMMENDED BY BUDGET COMMITTEE: | 13,492 |

- ART. 10. To see what sum of money, if any, the Town will vote to raise and appropriate for **RECREATION DEPARTMENT:**

| | |
|---|--------------|
| Recreation Department | 7,281 |
| Boat Landing (90% reimbursement grant) | 1,290 |
| TOTAL RECREATION DEPARTMENT: | 8,571 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 8,571 |
| RECOMMENDED BY BUDGET COMMITTEE: | 8,571 |

- ART. 11. To see what sum of money, if any, the Town will vote to raise and appropriate for **COMMUNITY CENTER**:

| | |
|---|---------------|
| Community Center Maintenance and Operations | 12,570 |
| TOTAL COMMUNITY CENTER: | 12,570 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 12,570 |
| RECOMMENDED BY BUDGET COMMITTEE: | 12,570 |

- ART. 12. To see what sum of money, if any, the Town will vote to appropriate for **SEWER DEPARTMENT**:

| | |
|---|----------------|
| Sewer Operations & Maintenance | 99,362 |
| Total Sewer Debt Service | 51,520 |
| TOTAL SEWER DEPARTMENT: | 150,882 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 150,882 |
| RECOMMENDED BY BUDGET COMMITTEE: | 150,882 |

- ART. 13. To see what sum of money, if any, the Town will vote to raise and appropriate for **GENERAL ASSISTANCE**:

| | |
|---|--------------|
| TOTAL GENERAL ASSISTANCE: | 5,000 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | 5,000 |
| RECOMMENDED BY BUDGET COMMITTEE: | 5,000 |

- ART. 14. To see what sum of money, if any, the Town will vote to raise and appropriate for **DEBT SERVICE**:

| Purpose of Loan: | Payoff Date | Payments Remaining | Annual Payments (avg.) |
|---|-------------|--------------------|------------------------|
| Town Office Loan (5/1/07) | 11/1/2027 | 10 | 12,139 |
| Community Center (8/13/12) | 08/13/2022 | 5 | 8,906 |
| Public Work 2003 International (11/26/14) | 11/26/2018 | 1 | 10,500 |
| Public Work 2017 Western Star (8/12/16) | 9/1/2021 | 4 | 25,363 |
| 2016 Road Project (11/3/16) | 11/01/2034 | 17 | 104,266 |
| TOTAL DEBT SERVICE: | | | 161,175 |
| RECOMMENDED BY BOARD OF SELECT PEOPLE: | | | 161,175 |
| RECOMMENDED BY BUDGET COMMITTEE: | | | 161,175 |

- ART. 15 To See if the Town will vote to authorize the repair of the Public Works Garage and Fire Department Building with an estimated cost of \$10,000 to be paid with funds from the Un-appropriated Surplus Account.

Recommendation from the Board of Select People: \$10,000
Recommendation from the Budget Committee: \$10,000

- ART. 16 To see if the Town will Authorize the Town of Frenchville to move funds from the Sewer Buy in for litigation and legal representation to current Sewer MOU signed by the BOS on September 11th, 2011. Allocation will be used for legal fees and additional administration costs. Requested amount not to exceed \$40,000
Recommendation from the Board of Select People: \$40,000
Recommendation from the Budget Committee: \$40,000
- ART. 17. To see if the Town will vote to authorize the repair/replacement of the Skating Rink Rec Building and with an estimated cost of \$15,000 to be paid with funds from the Surplus Unappropriated Account.
Recommendation from the Board of Select People: \$15,000
Recommendation from the Budget Committee: \$15,000
- ART. 18. To see if the Town will vote to authorize the sludge removal at cell # 2 at Wastewater Treatment Plant. To be paid with funds from Sewer buy-in.
Recommendation from the Board of Select People: \$25,000
Recommendation from the Budget Committee: \$25,000
- ART. 19. To see if the Town will vote to authorize the Board of Select People to transfer **(year-end unexpended)** amounts from the Public Works department's 2017 appropriated amount to the department's Capital / Equipment Reserve Account or unappropriated Surplus Account. (meaning; wheelers, other trucks, loaders, graders, etc.). (Current Reserve balance is \$9,874.83)
Recommended by the Board of Select People.
Recommendation from the Budget Committee.
- ART. 20. To see if the Town will vote to authorize the Board of Select People to transfer **(year-end unexpended)** amounts from the Fire Department's 2017 appropriated amount to the department's Capital/Equipment Reserve Account or unappropriated Surplus Account. (meaning; fire trucks, safety/equipment, etc.). (Current Reserve balance is \$3,185.40)
Recommended by the Board of Select People.
Recommendation from the Budget Committee.
- ART. 21. To see if the Town will vote to authorize the Board of Select People to transfer **(year-end excess revenues)** amounts from the Public Works department's 2017 appropriated amounts to the department's Capital/Equipment Reserve Account (meaning; wheelers, other trucks, loaders, graders, etc.).
Recommended by the Board of Select People.
Recommendation from the Budget Committee.
- ART. 22. To see if the Town will vote that orders of the Board of Select People for the closing of roads in winter under 23 M.R.S.A. §2953 shall be final determinations of said closing.
Recommended by the Board of Select People.
- ART. 23. To see if the Town will vote to authorize the Board of Select People to use any monies received from the Local Road Assistance Program for the purpose of repayment on the MMBB loan for the 2016 Road Project.
Recommended by Board of Select People.

- ART. 24. To see if the Town will vote to authorize that taxes and sewer fees become due and payable on demand; and, to see if the Town will vote to allow a Discount as follows: 3.00 % Discount if paid by August 31. And, that INTEREST be charged at the rate of 7.00% per annum from December 31st, 2018 to date of payment on unpaid taxes and sewer fees.
Recommended from the Board of Select People.
Recommendation from the Budget Committee.
- ART. 25. To see if Town will vote to authorize the Board of Select People to charge interest of 7.00% on abated taxes and sewer fees.
Recommended by Board of Select People.
Recommendation from the Budget Committee.
- ART. 26. To see if the Town will vote to authorize the Town Treasurer, under the direction of the Board of Select People, to sell and dispose by advertisement to the highest bidder any real estate acquired by the Town for non-payment of taxes and/or sewer; thereon, or otherwise on such terms as they deem advisable, and to sign and execute a Quit-Claim deed on such property.
Recommended by Board of Select People.
- ART. 27. To see if the town will vote to authorize the Board of Select People to sell or dispose of any surplus personal property. Such terms shall be governed by the Town's Comprehensive Bidding policy.
Recommended by Board of Select People.
- ART. 28. To see if the Town will vote to authorize the Board of Select People to procure a temporary loan or loans within the 2018 taxable year to the next town meeting date in anticipation of taxes for the purpose of paying obligations of the Town.
Recommended by Board of Select People.
- ART. 29. To see if the Town will vote to authorize the Board of Select People to apply, on behalf of the Town, for Federal Assistance under the Provision of Land & Water Conservation Act, Public Law 88-578, and the Municipal Recreation Fund MRSA Title 12, Section 602, § 14, for the development of the Frenchville Recreation Park and a Recreational Trail Grant Program; and, further authorize the Board of Select People to enter into the Land & Water Conservation fund and Municipal Recreation Project Agreement with the State of Maine and subsequent to Federal/State approval of the project. Local matching funds to be provided by in-kind services and un-appropriated reserves.
Recommended by Board of Select People.
- ART. 30. To see if the Town will vote to authorize the Board of Select People to transfer the Snowmobile Registration Tax Refund and Grooming Grant Fund received from the Department of Inland Fisheries & Wildlife to the Frenchville Snowmobile Club. Such funds will be used to maintain snowmobile trails. Expenditures from this fund will be administered under the supervision of the Board of Select People. Estimated refund amount is \$ 500.00 from the registration fees and \$ 20,000.00 for Grooming Grant.
Recommended by Board of Select People.
Recommendation from the Budget Committee.

- ART. 31. To see if the Town will vote to authorize the Board of Select People to use Community Development Reserve funds for the purpose of filing application for 2018 C.D.B.G funds from the State. The application would be for the following programs: 2017 Community Development Planning Grant, Historical Preservation Grant, MDOT Gateway Grants, Boat Landing Grant, Community Development Block Grant Housing and Public Infrastructure applications and submit same to the Department of Economic and Community Development; and/or USDA Rural Development; and if said programs are approved, to authorize the municipal officers to accept said grant funds, to make assurances, assume such responsibilities and exercise such authority as are necessary and reasonable to implement such programs; and, fund our local matching share through un-appropriated reserves and/or in-kind services.

Recommended by the Board of Select People.

Recommended by the Budget Committee.

- ART. 32. To see what sum of money, if any, the Town will vote to appropriate to reduce its tax commitment:

| | |
|--|------------------|
| Revenues from Sewer Fees (2018) | 120,600.00 |
| Revenues from State Revenue Sharing (2018) | 58,651.86 |
| Revenues from Interest Income (2018) | 7,500.00 |
| Revenues from Excise Tax (2018) | 270,000.00 |
| Revenues from Local Road Assistance Program (2018) | <u>24,856.00</u> |
| | 481,607.86 |

Recommended by the Board of Select People: \$481,607.86

Recommended by the Budget Committee \$481,607.86

- ART. 33. To see if the Town will vote to authorize the Board of Select People to transfer from Un-appropriated Excise Tax, Revenue Sharing and Surplus to set the 2018 overlay, if needed, for the purpose of reducing and setting the 2018 net tax commitment.

Recommended by Board of Select People.

- ART. 34. To see if the town will vote authorize to exceed the property tax levy limit of \$TBA established for the Town of Frenchville by State Law (LD-1) in the event that the municipal budget approved under the preceding articles will result in a tax commitment that is greater than the property tax levy limit.

(It is required that this article be voted by the written ballot process)

Recommended by the Board of Select People.

Recommended by the Budget Committee.

ART. 35. To see if the town will to accept the categories of funds listed below as provided by the Maine State Legislature:

| | | |
|---|----------|-----------|
| State Aid to Education | Estimate | Unknown |
| State Revenue Sharing | Estimate | 58,651.86 |
| BETE Reimbursement | Estimate | 22,500.00 |
| BETR Reimbursement | Estimate | Unknown |
| Department of Transportation | Estimate | Unknown |
| Local Road Assistance | Estimate | 24,856.00 |
| Tree Growth Reimbursement | Estimate | Unknown |
| Veteran Exemption Reimbursement | Estimate | 2,000.00 |
| Homestead Exemption Reimbursement | Estimate | 65,000.00 |
| General Assistance | Estimate | 3,000.00 |
| Aircraft Excise tax | Estimate | 1,500.00 |
| Snowmobile Grooming Grant | Estimate | 20,000.00 |
| Snowmobile Registration Refund | Estimate | 500.00 |
| Court Collection Fees | Estimate | Unknown |
| Fire Department Grant | Estimate | Unknown |
| Anticipated Community Development Block Grant | Estimate | Unknown |
| Anticipated Recycling Grant | Estimate | Unknown |
| Sewer Construction Funds | Estimate | Unknown |
| Emergency Management Agency | Estimate | Unknown |
| Public Library State Aide | Estimate | Unknown |
| All other State and Federal funds not listed | Estimate | Unknown |

This article does not request any money but merely gives the Town authority to accept checks from various State and Federal agencies.

Recommended by the Board of Select People.
Recommendation from the Budget Committee.

ART. 36. To see if the townspeople will vote to authorize the Board of Select People to spend an amount not to exceed 3/12th of the 2017 budget during the period of Jan. 1, 2018 to the annual town meeting in March 2018.

Recommended by Board of Select People.
Recommendation from the Budget Committee.

ART. 37. To see if the town will vote to authorize the Board of Select People to draw on the Un-Appropriated Surplus Reserve to unauthorized expenses and for emergencies not to exceed \$15,000.00.

Recommended by the Board of Select People.
Recommendation from the Budget Committee.

The Board of Select People hereby gives notice that the Registrar of Voters will be in session for the purpose of registering qualified applicants for voting and correcting the list of voters at the Frenchville Town Office on the 20th day of March, 2018, from 10:00 a.m. in the forenoon until 6:00 p.m. in the afternoon.

Given under our hands this 13th day of March, 2018.

Board of Select People, Frenchville, ME

Craig Lawrence, Chairman

Yvon Dube, Vice- Chairman

Clarence Roy, Select Person

Andrew McQuarrie, Select Person

Vacant, Select Person

A true copy:

Attest: _____

Susette Zetterman

Municipal Clerk, Frenchville Maine

Officer's Return

March 20th, 2018 Annual Town Meeting & Elections

- Town Office - - - - - 285 US Rte 1, Frenchville ME
- Community Center - - - - - 343 US Rte 1, Frenchville ME
- Post Office 04745 - - - - - 386 US Rte 1, Frenchville ME
- Paul's Gas - - - - - 355 US Rte 1, Frenchville ME
- Jim's Convenience- - - - - 269 US Rte 1, Frenchville ME

I certify that I have notified the voters of the Town of Frenchville of the time and place for the Annual Town Election / Meeting to be held on March 20th, 2018 by posting an attested copy of the within warrant at the above named places, all conspicuous public places within the Town of Frenchville, this 13th day of March, 2018, which is at least 7 days prior to the Annual Town Election / Meeting date.

Eric I. Blanchette
Resident, Town of Frenchville, Maine

ATTEST: _____
Susette Zetterman,
Municipal Clerk, Town of Frenchville, Maine

STATE OF MAINE
MUNICIPAL ELECTION FOR THE TOWN OF FRENCHVILLE, MAINE
MARCH 20, 2018

Instructions: Mark a cross (☒) or check mark (☑) in the square at the left of the name of the candidate or response for which you wish to vote. Follow directions as to the number of candidates to be voted on for each office. You may vote for a person whose name does not appear on the ballot by:

- Writing their name in the proper blank space
- Marking a cross (☒) or check (☑) in the proper square at the left and,
- Writing in the municipality of residence of the person of choice.

All processes must be complete to be considered a valid ballot.

DO NOT ERASE. DO NOT USE STICKERS. BOX MUST BE CHECKED. WRITE IN MUST HAVE MUNICIPALITY LISTED.

SELECTMEN – (3 YEAR TERM)

VOTE FOR TWO

| | |
|--------------------------|----------------------------|
| <input type="checkbox"/> | ANDREW NOLAN – FRENCHVILLE |
| <input type="checkbox"/> | CLARENCE ROY – FRENCHVILLE |
| <input type="checkbox"/> | WRITE IN: |
| <input type="checkbox"/> | WRITE IN: |

STATE OF MAINE
MUNICIPAL ELECTION FOR THE TOWN OF FRENCHVILLE, MAINE
MARCH 20, 2018

Instructions: Mark a cross (☒) or check mark (☑) in the square at the left of the name of the candidate or response for which you wish to vote. Follow directions as to the number of candidates to be voted on for each office. You may vote for a person whose name does not appear on the ballot by:

- Writing their name in the proper blank space
- Marking a cross (☒) or check (☑) in the proper square at the left and,
- Writing in the municipality of residence of the person of choice.

All processes must be complete to be considered a valid ballot.

DO NOT ERASE. DO NOT USE STICKERS. BOX MUST BE CHECKED. WRITE IN MUST HAVE MUNICIPALITY LISTED.

SAD#33 School Board Director – (3 YEAR TERM)

VOTE FOR TWO

| | |
|--------------------------|-------------------------------|
| <input type="checkbox"/> | LANA CYR – FRENCHVILLE |
| <input type="checkbox"/> | MELISSA PARADIS – FRENCHVILLE |
| <input type="checkbox"/> | WRITE IN: |
| <input type="checkbox"/> | WRITE IN: |

Municipality of
Frenchville, Maine
2017
ASSESSORS' NOTICE

In accordance with Title 36, M.R.S.A., Sec. 706, as amended, the Assessors of the Municipality of Frenchville hereby give notice to all persons liable to taxation in said municipality, that they will be in session at the FRENCHVILLE, TOWN OFFICE in the month of **MAY** (Date to be determined) for the purpose of revising lists of the estates taxable in said municipality.

OWNERS

All persons liable to taxation in the Municipality of Frenchville, Maine and all Personal Representatives, Trustees, etc., of all estates taxable in said municipality of such persons are hereby notified to furnish to THE ASSESSORS TRUE AND PERFECT LISTS OF ALL THEIR ESTATES, REAL AND PERSONAL, not by law exempt from taxation, of which they were possessed on the **first day of April, 2018** and be prepared to make oath to the truth of the same and to answer all proper inquiries in writing as to the nature, situation and value of their property liable to be taxed.

ESTATES DISTRIBUTED

And when estates of persons deceased have been distributed during the past year, or have changed hands from any cause, the Personal Representative, or other persons interested, are hereby warned to give notice of such change, and in default of such notice will be held under the law to pay the tax assessed although such estate has been wholly distributed and paid over.

PERSONS DOOMED

And any person who neglects to comply with this notice is hereby barred to his right to make application to the ASSESSORS or any appeal therefrom, for any abatement of his taxes, unless he furnishes such list with his application and satisfies them that he was unable to furnish it at the time appointed.

Blank schedules will be furnished at the Assessors' Office on application.

Date: _____

Assessors, Town of Frenchville