

TOWN OF MILLINOCKET
ANNUAL REPORT OF THE
MUNICIPAL OFFICERS FISCAL
YEAR

2017-2018

2018-2019

(JULY 1, 2017 TO JUNE 30, 2018) (JULY
1, 2018 TO JUNE 30, 2019)

TOWN OF MILLINOCKET

John Davis, Town Manager 197

Penobscot Avenue, Millinocket, Maine 04462

**Telephone 207-723-7000 FAX 207-723-7002 E-Mail:
manager@millinocket.org web Site : www.millinocket.org**

**To the Residents of
Millinocket**

Jam happy to offer you this version of the Town of Millinocket's Annual Report. The report was not published in 2018, so I will attempt to cover both years in this commentary. In the future, the report will be published on a yearly basis. Much has happened in the last two years and I have listed some of it below.

Budget. In FY18, total expenses for all departments (including Wastewater) of the primary government totaled \$12,896,926 (Town/School) \$12,334,533, and (Wastewater) \$562,393. Various revenues contributed to make the net amount raised by property taxes \$5,218,619 for Government Activities. This is explained further in the Management's Discussion and Analysis that is included in the audit section of this report.

OUR KATAHDIN. The IRS accepted Our Katahdin's Offer in Compromise of \$450,000 to discharge the \$1.4 million lien they inherited on the former mill site. Payment of the lien will clear the way for Our Katahdin to start drawing down the \$5.3 million Economic Development Administration (EDA) grant funds they were awarded for infrastructure improvements on the site,

Sewer Projects. Since 2015, the town has installed new sewer pipe at the Smith Brook Interceptor (from Bates Street to the Pines pump station), replaced the generator at the Main Pump Station on York Street, and laid new sewer pipe on Minuteman Drive.

Property Tax Collections. In FY18, property tax collections were 93.12% as opposed to 94.84% in FY17. Unpaid FY18 taxes were \$353,890 on June 30, 2018, versus \$275,179 on June 30, 2017. The collection rate for FY19 was 96% leaving an uncollected balance of \$232,889.90 in real estate taxes.

In addition, the Town is also dealing with a number of other residential

properties that continue to default on taxes and sewer invoices owed. The Town sold 18 tax acquired properties in FY18 and collected \$82,413, versus eight properties and \$33,151 collected in FY19.

New Employees. Over the last two years, the Town added 13 new employees to its ranks due to retirements, resignations, etc. We filled vacancies in Public Works, Police Department, Fire Department, Wastewater Treatment, and Administration. The Town was very fortunate to fill these openings with competent and reliable people.

Home to Mount Katahdin, Baxter State Park, and Your Successful Future

With the discharge of the IRS lien and the interest of various businesses in the mill site, FY20 could be a very exciting time in Millinocket. I want to thank you for your continued support as well as the Town's outstanding staff for its high quality of work and dedication, I also value the continued support of the Town Council.

John
Davis

***John
Davis***

Millinocket Town
Manager

SUSAN M, COLLINS
MAINE

413 DAKSEN SENATE OFRCE AU DE
WASTONGTON, QC 2010-11

1702521-7523 9774-23 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

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 i **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 Penobscot County and Maine in the United States Senate. If ever I can be of assistance to you, please contact my Bangor office at 207-945-0417 or visit my website at www.collins.senate.gov. May 2018 be a good year for you, your family, your community, and our state.

Sincerel

y,

Senan M Colline Susan M. Collins United States
Senator

*128th
Legislature
Senate of
Maine*

Senate District 5

**Senator James
Dill**

*3 State House Station Augusta, ME 04333-0003
(207) 287-1515 Jamesdill207@gmail.com*

Dear Residents of
Millinocket,

I hope 2018 finds you and your family doing well. It is an honor to represent you and this **community as your state senator**, and I look forward to working hard for Millinocket in the upcoming session.

Property tax relief remains a top priority for me, and the Legislature made great strides in 2017. This past year, my colleagues and I fought to increase the Homestead Property Exemption from \$15,000 to \$20,000, 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 and ultimately reduce the property tax burden that has been too high for too long.

Additionally, I would 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

or utility companies. It could be from a forgotten account, an overpaid bill or uncollected wages, and could be unclaimed as a result of a change in name, addresses or bank **account. Go to www.maine.gov/unclaimed** or call 1-888-283-2808 to see if the state is holding any unclaimed property for you,

One of the best parts of being a legislator is bringing students into the State House to serve as **Senate Pages**. Pages assist legislators by handing out documents during the session, passing **messages between senators**, and performing other tasks critical to the legislative process. It's an excellent way

to see Maine's government in action, and families can make a day of it by touring the State House and other nearby attractions. If you know of someone who may be interested, please reach out to my office.

I am always glad to hear from folks back in District 5. Please **email me at** James.Dill@legislature.maine.gov or call (207) 287-1515 to share any thoughts or concerns you **may have**.

Sincere
ly,

Tamus
F. Dul

Jim Dill
State
Senator

*Fax: (207) 287-1585 * TTY (207) 287-1583 * Message Service 1-800-423-6900 **
Web Site: legislature.maine.gov/senate

TOWN OF MILLINOCKET
TOWN CLERK 197 PENOBSCOT AVENUE
MILLINOCKET, ME 04462

FY 17/18 ANNUAL REPORT

Of the Town Clerk

And

Registrar of Voters

Diana M.
Lakeman
Town
Clerk

DIRECTORY OF COMMITTEES AND COMMISSIONS July 1, 2017 - June 30,
2018 **TOWN COUNCILORS** Joseph E. Clark *Term Ended 11/2018 447-1158 Steve
Golieb

385-8008 Cody McEwen

731-8023 Michael Madore

723-8937 Louis Pelletier

723-5460 Charles Pray

731-4017 Gilda Stratton

723-1029

SCHOOL BOARD Richard W. Angotti Jr Jeffrey Gordon Kevin Gregory Michael
Jewers Michael Crowley - Resigned **Warren Steward**

723-5947 447-6888 723-5178 **723-4193**

723-5491

CEMETERY COMMITTEE Linda Campbell Francis Megno Joel Neal Sr. **James
Nyman David Manzo**

723-5524 723-8238 **723-9049** 723-5559 723-9695

BOARD OF ASSESSMENT REVIEW Charles Cirame George Martin Randy D Jackson
*Resigned 11/2018

723-8700 723-4078 **249-5786**

PERSONNEL APPEALS BOARD Lisa Arsenault Anthony Filauro Esther Gass

723-9586 **723-9401** 723-6206

PLANNING BOARD Albert Berube **Charles Cirame** Jon Crawford Avern Danforth
Anthony Filauro (chair) Tom Malcolm **Susan Walsh**

723-8490 723-8700 723-4836 723-9536 **723-9401 723-4193** 723-5573

BOARD OF APPEALS Charles Cirame Michael **Jewers** Terrance Leavitt George
Martin Jr. Michael Wallace

723-8700 723-9627 723-4740 723-4078

RECREATION COMMISSION Debbie Levesque Thomas Malcolm Jane Danforth Richard
Rideout Ian Shearer (alternate) Robin Stevens **Warren Steward**

723-9659 723-4193 723-5773 **723-8497** 723-6399 723-5465 **723-5491**

911

EMERGENCY FIRE CHIEF - Steve Kenyon

(NON EMERGENCY)

723-7026

POLICE CHIEF - Steve Kenyon

(NON EMERGENCY)

723-7019

Animal Control Officer - Lorri Haskell

723-9731

CoDE ENFORCEMENT- Michael Noble

723-7005

TOWN MANAGER - Harold J. Davis, Jr

723-7000

TOWN FAX

723-7002

TAX ASSESSOR - Michael Noble

723-7005

TOWN CLERK - Diana M. Campbell

723-7007

TAX COLLECTOR - Jesse O. Dumais 723-7006 **PUBLIC WORKS**

DIRECTOR - Ralph Soucier 723-7030 **RECREATION**

DIRECTOR- Jody Nelson 746-3553

SOLID WASTE DIRECTOR-Ralph Soucier 723-7037

WASTEWATER DIRECTOR-James Charette 723-7040

GENERAL ASSISTANCE- Lori Santerre

723-7000

AIRPORT FIXED BASE OPERATOR Jeffrey Campbell

723-6649

723-6400

SUPERINTENDENT OF SCHOOLS Frank Boynton

TREASURER - Mary Alice Cullen

723-7000

DIRECTORY OF MUNICIPAL OFFICERS AND OFFICIALS

SEALER OF WEIGHTS & MEASURES State of Maine

TOWN COUNCIL Joseph E Clark Steve Golieb Cody McEwen Michael Madore Louis Pelletier Charles Pray Gilda Stratton

2016-2018 2017-2018 2016-2019 2017-2020 2017-2020 2016-2019 2017-2020

GENERAL ASSISTANCE DIRECTOR Lori Santerre

1997-Indef.

BOARD OF APPEALS Michael Wallace Michael Jewers Charles Cirame **Terrance Leavitt**
George Martin Jr.

2016-2019 2016-2019 2016-2019 2016-2019 2016-2019

SCHOOL BOARD Jeffrey Gordon Kevin Gregory-Appointed 4/17-11/18 **Michael**
Crowley- Resigned Michael Jewers Margaret Manzo Richard W. Angotti Jr Warren
Steward

2016-2019 2014-2017 2017-2018 **2016-2019** 2014-2017 2017-2020 2015-2018

CEMETERY COMMITTEE

TOWN MANAGER Harold Davis Jr.

Joel Neal Sr. **James Nyman** Linda Campbell Francis Megno David Manzo

2017-2022 2017-2022 2017-2022 2017-2022 2016-2021

2015-Indef

TREASURER Mary Alice Cullen

2015-Indef.

BOARD OF ASSESSMENT REVIEW Charles Cirame Randy D. Jackson

*Resigned 11/18 George Martin Jr.

SUPERINTENDENT OF SCHOOLS Frank Boynton

2015-2018 2018-2021 2015-2018

2014-Indef.

ASSESSOR Michael Noble

PERSONNEL APPEALS BOARD **Lisa Arsenault** Anthony Filauro **Esther Gass**

2016-2019 2016-2019 2016-2019

2002-Indef.

FIRE CHIEF Steve Kenyon

2014-2019

POLICE CHIEF Steve Kenyon

PLANNING BOARD Albert Berube Charles Cirame Jon Crawford Avern Danforth

Anthony Filauro (Chair) Thomas Malcom Susan Walsh

2016-2021 2014-2019 2015-2020 2015-2020 2014-2019 2016-2021 2015-2020
2013-2019

TAX COLLECTOR Jesse O. Dumais

2017-indef.

RECREATION COMMISSION Debbie Levesque

Jane Danforth Thomas Malcolm Richard Rideout Warren Steward

TOWN CLERK Diana M. Campbell

2015-2018 2016-2019 2015-2018 2015-2018 2015-2018
2017-Indef.

CODE ENFORCEMENT OFFICER Michael Noble

2017-2018

Robin Stevens Ian Shearer Josh McNaughton (Alternate)

2016-2019 2015-2018 2015-2018

DOG CONSTABLE Lorri Haskell

PLUMBING INSPECTOR Michael Noble

2014-Indef.

2017-2019

ELECTRICAL INSPECTOR Jon Crawford

REGISTRAR OF VOTERS Diana M. Campbell

1996-Indef.

2017-2019

HEALTH OFFICER Michael Noble

2017-2019

MILK INSPECTOR Patrick Welch

1969-Indef.

PUBLIC WORKS DIRECTOR Ralph Soucier
2011-Indef.

RECREATION DIRECTOR
Jody Nelson
2016-Indef.

WASTEWATER DIRECTOR
James Charette
2001-Indef.

PERSONNEL DIRECTOR Lori Santerre
1997-Indef.

REPORT OF THE TOWN CLERK

The following Vital Records were recorded during
Fiscal Year 2017/2018 :

BIRTHS TO MILLINOCKET

RESIDENTS: 31

In Bangor: 30 In Millinocket:
2 In Portland: 1
Non-Residents in
Millinocket: 2

DEATHS: 90

Residents in Millinocket:
36 Residents in Bangor: 15
Residents in Brewer: 1
Residents in Dover-Foxcroft: 1
Residents in East
Millinocket: 1 Residents in

Fairfield: 1 Residents in
Holden: 1 Residents in Howland: 3
Residents in Lincoln: 3
Residents in Patten: 1
Residents in Parsonsfield: 1
Residents in Portland: 2

Non-Residents in
Millinocket Benedicta: 1
Bowdoinham: 2 East
Millinocket: 8 Hampden: 1
Island Falls: 1 Medway: 3
Old Saybrook; 1 Patten: 1
Saco: 1 Sherman: 2
Stacyville: 2 Westminster:
1

MARRIAGES: 49

Residents in Millinocket: 17
Residents in Medway: 1
Residents in Southwest
Harbor: 1

Non-Residents in Millinocket: 23
Non-Residents in Indian Purchase
Twp: 1

Residents in Bangor: 1
Residents in East Millinocket:
1 Residents in South Berwick: 1
Residents in Northeast Harbor: 1
Residents in TIRO WELS: 1
Residents in Indian Purchase
Twp: 1 Residents/License

Expired: 0

DOG LICENSES:

538

Dogs:

662

Kennels:

2

MISCELLANEOUS LICENSES:

58

Victualer's: 21

Entertainment: 12

3-Day

Peddler's: 4

90-Day

Peddler's: 18

License and Registration totals for each month.

GAME LICENSES BOAT REGS ATV REGS

SNOWMOBILE

25

20

25

7

0

27

287

13

J

uly August
Septembe
r October
Novembe
r
December
January
February
March April
May June
Totals

65

23

2

17

4

71

11

16

24 661

199

783

20

8

50

6

Respectfully
submitted,

Riana M.

Lateman Diana M. Lakeman

(Campbell/2017-2018) Town

Clerk

REPORT OF THE REGISTRAR OF VOTERS

Voter enrollments were accepted during regular business hours as well as when the polls were open. Three elections were held during FY17/18. The School Budget Validation Referendum Election was held July 11th, 2017, the General Election was held November 7th, 2017, and the Primary/Referendum Election was held June 12th, 2018. The breakdown as of June 30, 2018 of the total number of Registered Voters for the Town of Millinocket and the Unorganized Territories is as follows:

RESIDENTS

OF:

TOWN OF MILLINOCKET

UNORGANIZED
TOWNSHIPS

83

71

Democrat

ic Party

Republican

Party Green

Independent

Un-enrolled

Voters

Libertari

an

114
8
749

70 1174

3

1

Total Registered
Voters

3150

279

Respectfully
submitted,

liana nl fakeman

Diana M. Lakeman
(Campbell/2017-2018)
Town Clerk

REPORT OF THE TAX COLLECTOR JULY 1ST, 2017 TO JUNE 30TH, 2018

COMMITTED-
\$5,264,151

COLLECTED-
\$5,156,019

UNCOLLECTED BALANCE.

REAL ESTATE PERSONAL PROP.

\$108,132.41 \$103,031.61

5,100.80

**% OF TOTAL TAXES COLLECTED -
98%**

SUPPLEMENTAL TOTAL -

REAL ESTATE PERSONAL PROP.

\$2,574.31 \$1,760.35 \$813.96

TAXES COLLECTED FOR MOTOR VEHICLE AND BOAT EXCISE

MOTOR VEHICLE \$789,056.49 BOATS

\$7,315.90 TOTAL -

\$796,372.39

ABATEMENT TOTALS -

REAL ESTATE PERSONAL PROP.

\$48,920.22 \$45,846.34 \$3,073.88

COST AND INTEREST COLLECTED: \$49,418.47 RESPECTFULLY SUBMITTED BY :

TAX COLLECTOR

JESSE O. DUMAIS

2018 UNPAID REAL ESTATE TAXES AS OF 6/30/2018

BERUBE, ISAAC

1,360.74 AFRIDI, ASAD KHAN

859.69 BOZEMAN, JIMMIE M.

867.82 BROSNAN, TERENCE B.

106.11 CAMERON, CATHERINE HEIRS 372.41 CARR, VALERIE A.

504.22 CHARETTE, DAVID R.

728.41 CLARK, SHAYLA T.

1,678.97 COMBS, WILLIAM E.

525.78 COTE, WAYNE A.
284.17 CYR, HOLLIEM
1,032.35 CYR, RUTH
1,563.86 **DUVAL, ROBERT**
1,797.36 **DEROSA, DAVID P**
449.37 EURICH, W CLLC
1,343.80 FAUTECK, SAMUEL
714.02 FORTINE, KEVIN
364.31 GIRSA, EDWARD P.
764.90 GLIDDEN, JON
2,674.19 GNP HOLDING 2 LLC
31,711.24 GNP HOLDING 2 LLC
1,069.48 GNP WEST INC
7,864.07 GNP WEST INC
97.86 GNP WEST INC
3,364.82 GNP WEST INC
260.36 GNP WEST INC
155.41 GNP WEST INC
152.04 GNP WEST INC
114.80 GNP WEST INC
158.80 **GNP WEST INC**
94.48 GNP WEST INC
361.93 GOODWIN, JACOB
2,112.31 GOULET, JENNIFER J.
339.28 **WAITE, BRENNAN**
668.91
HALL, JAMES A, JR. HARTLEY, JASON C. HARVILLE, THOMAS ICE FISH INN, LLC
KITTRICK, NORA LEET, TRACY LEINO, VALERIE R. M & L PROPERTIES LLC M
& L PROPERTIES LLC **M & L PROPERTIES LLC** MASKELL, JOSEPH SR.
MCEWEN, JOHN H MCINNIS, DONALD JR MICHAUD, TAMMY J. MORNEAULT,
MARIO MORRISON, CATHY MORRISON, DONNA I. NADEAU, LIONEL D
NELSON, DANIEL R. NELSON, DANIEL R. NELSON, NANCY NUTTING, JENNIFER L
ODOM, TIMOTHY P **OKANE, PATRICK OLIVEIRA, GEORGE PLANTE, JOSEPH G**
ROY, JEFFREY L. RUSH, ANDREA J. RUSH, DOUGLAS R. RUSH, DOUGLAS R.
STANLEY, DUSTIN **STAVROU, JOHANNA VIGUE, KRIS L. WILLETTE,**
KENNETH C.

944.33 683.65 1,753.45 3,422.27 **473.65** **599.24**

57.41 **994.84** 1,176.96

932.94 1,923.97 957.77 515.09

95.51 305.68 731.05 1,032.35 896.02 **288.34** 714.02 918.17 1,611.16

871.17 1,797.46

116.96 1,259.17 1,905.86

917.14 2,081.74

507.41 1,425.68 2,562.57

140.20 1,900.14

2018 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/2018 OVER \$10.00

AIRPORT CABINS

19.38 AUTOMATIC VENDING & GAME 113.05 FUJIFILM MEDICAL SYSTEMS 642.77

LAMSON REALTY, LLC

1,201.11 **DUVAL, ROBERT**

32.30 ED CYR & SON INC.

80.75 FERLAND, WAYNE

145.35 PELLETIER, GEORGE

436.05 THREE RIVERS HOLDINGS, LLC 1,443.81 K&M MOTORS, INC.

975.21

*** INDICATES PAID AFTER 6/30/2018**

TOWN OF MILLINOCKET
PUBLIC WORKS

DEPARTMENT
20 Cedar
Street
Millinocket,
Maine

Tel. (207)723-7030 Fax (207)723-7029 E-Mail:
publicworks@millinocket.org Web Site: www.millinocket.org

2017_
2018

To the Citizens of
Millinocket:

I would like to thank the citizens of Millinocket for their cooperation while the departments worked to serve their needs. I recognize the inconvenience we create in the roadway while doing line painting, storm drain repair, and **sewer line repair work**. We truly try to minimize any confusion. Please consider our safety when driving by our work zones. Several MDOT workers are struck and killed each year by vehicles on the highways in Maine.

The Public Works Department was kept busy this year with mowing and trimming roadside, parks, and many other **areas around town** including the Airport. The department also **repaired many deteriorated storm drain basins**, flushed sewer lines, replaced culverts, and kept up with **equipment maintenance**.

The Solid Waste and Recycling Facility crew were very busy with a majority of the residence separating out of their trash recyclables and other special waste items. Thank you for participating in recycling because this truly does reduce the disposal costs by keeping them out of the trash stream. We recycled about 250 tons of product last year, which generated \$41K Our target was 30K. The public has been inquiring about clear plastic **containers and glass**. We don't **receive any revenue** from them, so we focus on packaging the colored plastic and milk containers which pay very well. Any recyclables we don't have a market for like clear plastic **containers are incinerated at PERC and used to make** electricity. No trash is sent to the landfill.

Trash going into the compactor hoppers **continues to be a problem**. We really need the public's **cooperation to make** this work. **Recycle items need to be separated out of the trash so that we can make money** with the recycle items **instead** of having to pay to dispose of them. This will reduce the amount of trash we haul away. It will reduce our budgets and reduce our taxes needed to run the facility. *The biggest savings is to keep recyclables out of the trash!* We

haul about 2500 tons a year of trash to the PERC facility in Orrington at a cost of \$79/ton. That's almost \$200,000!

Please remember a yearly permit is required for the usage of the transfer facility and can be purchased at the Town Office starting Jan 1st each year, and is good until December 31st. Most residents **prefer not to display** their permit **stickers** on the corner of their windshield. This makes it hard for us to check for permits, and also gives others a false impression that maybe they don't have a permit if it is not visible.

The Town's Cemetery was busy this past season with approximately 70 burials. Revenue has been strong and balances out the operating costs. We were able to apply Grub Control and Fertilizer this past spring which has made a big difference in the grass appearance, and reduced the Beetle Bug infestation.

We applied for an Airport FAA grant, and are successful to build a SRE building for our snow removal equipment **starting** in 2017.

I would like to thank all of the members of my four departments, for the job they do all year long. Without them, **this work would** not be completed for our community.

For further information please refer to the Town's Web Site at www.millinocket.org Respectfully,

Ralph Soucies, Director of Public Works

Rit Somas,

Assessor's Annual Report FY18

REAL ESTATE VALUATION

Land

\$ 35,097,400 \$ 85,505,600

Buildings/Improvements

\$120,954,
400

Total Real Estate Valuation
**PERSONAL PROPERTY
VALUATION**

Machinery and
Equipment

Business
Equipment

\$35,974,200 \$ 1,715,800 \$ 782.800

All

Other

Total Personal
Property

\$
38,472,8
00

**TOTAL TAXABLE
VALUATION**

\$159,075,800

Town Tax Rate : \$32.30 per thousand Total Tax for Commitment:

\$5,264,150 Total Number of Homestead Exemptions

Granted: 1,268 Taxes assessed for Fiscal Year 2018 (July 1, 2017 through June 30, 2018) were based on April 1, 2017. Total amount to be raised includes \$219,570 for County Taxes.

Are you eligible for an Exemption? Homestead Exemption: If you have owned your home for more than a year and it is your primary residence, you may qualify. **Veteran's Exemption:** If you served during a federally recognized war period and have reached the age of 62 or if you are receiving 100% service-connected disability, you may qualify.

Blind Exemption: If you have been deemed legally blind by your doctor, you may qualify.

Note: Taxpayers must complete an application for each exemption. All applications must be received by April first to qualify for the tax bill that is mailed the following August. Veteran's applications must include a copy of your DD214 and blind applications must have a letter from your licensed doctor certifying that you are legally blind.

Code Enforcement Annual Report FY18

CODE ENFORCEMENT REQUIREMENTS: Please Note that the Town requires permits for all items that are not considered normal maintenance and repair Please contact the Code Enforcement Office at 207-447-4098 with any questions.

CODE ENFORCEMENT PERMIT ACTIVITY: Once again this year the building permit activity was primarily comprised of accessory structures (sheds, decks, garages and etc).

TYPE

**NUMBER
ISSUED**

**Principle
Structure:**

**Accessory
Structure:**

Electrical:

Fence:

Sign

:

Demolition

:

Other:

Total

:

11

6

**GENERAL
ASSISTANCE**

NOTE/STATEMENT **

The General Assistance Program is an emergency service administered by the Town. The program is to provide aid to eligible persons who are unable to provide the basic **necessities essential to maintaining** themselves and their families. The requirements of the program are eligibility standards and levels of assistance pursuant to applicable Sta of Maine statutes, and the Town of Millinocket **General Assistance Ordinance as ordered** by the Town Council. The General Assistance program is reimbursed by the State of Maine at 70% for its expenditures. The program is confidential therefore aggregate **numbers are used**.

In fiscal year 2017-2018, \$26,800 was appropriated for General Assistance, \$21,577.21

was expended and \$15,104.06 was received in reimbursement from the State of Maine.

In fiscal year 2017-2018, the General Assistance Program financially assisting 58 households. These households consisted of 72 individuals. The number of appointments for 2017-2018 was 70.

Aspire, a state-run program, has assisted in helping individuals become employed and more self sufficient. The program requires TANF clients, to work as a volunteer in their **community a certain number** of hours as an eligibility requirement for their TANF checks. This has increased the amount of people actually going out and becoming employed, which will help decreased their need for General Assistance. This office **continues to assist** individuals in applying for Social Security, Temporary Aid to Needy Families, Women Infants Children Program, Fuel Assistance Program, Food Stamps, Rent/Tax Rebate Forms and other programs. The office has a Workfare program, which is an eligibility requirement for applicants to receive General Assistance. Applicants are **assigned to work at one of the Towns Department sites.**

The Millinocket Public Welfare Department's goal is to help more clients to become self sufficient, **therefore decreasing the need for public assistance.

Respectfully

submitted,

Naua Santene

LON A. Santerre
Welfare Director

PERSONNEL OFFICE

NOTE/STATEMENT NT**

The Personnel Office oversees monitors and participates in the application and employment process for all Town of Millinocket personnel. The Personnel officer also **implements and review's** the Affirmative Action Plan of the Town and other duties as designated by the Town Manager.

The office is responsible for updating all job descriptions annually and preparation of all **advertisements for positions** within the Town of Millinocket. Screening of applications, scheduling and administration of all testing used in the selection process. Participation in **interviews with** appropriate department heads assist in the determination of the best qualified applicant according to the criteria set forth.

Personnel is responsible for all personnel records and prepares monthly reports of **vacations, personal time off** and sick leave taken. Participates in the Grievance Procedure as outline in Personnel Policy. Responsible for **preparation and presentation of annual** budget.

Daily **written and oral communication** with Maine State Retirement System, Maine Municipal Employee Health Trust, Workers' Compensation, Unum, Vendors, **Community Service Organization and Town employees to inquiry or to retrieve** information essential to the Town of Millinocket or its employee's.

****The Personnel Offices goal is to continue to service the employee's and correspondence in a courteous and efficient**

manner.

Respectfully,
Submitted,

Kaulanul
Kauan LONA
Santerre
Personnel
Director

Annual Report
MILLINOCKET WASTEWATER TREATMENT
FACILITY
2017-201
8

LRT

To The Rate Payers of
Millinocket:

In the past year, the Wastewater Treatment Facility collected and effectively treated 259,408,000 million gallons of wastewater. **Removal rates of 93 percent for BOD (Biochemical Oxygen Demand)** and 94 percent for TSS (Total Suspended Solids) were achieved.

During the past year at the Treatment Facility, it was necessary to replace the 40 year old **Waukasau generator set** with a new CMD generator. **Surveying and design work was done for the States Streets sewer upgrade project** in the new development. A \$3,000,000.00 SRF loan will be borrowed for this purpose.

The Wastewater Treatment Facility continues to provide adequate treatment for our

community's **sewerage**. **The percentage of removal** at the treatment facility continues to show the dedication of **the three person staff along with their commitment of excellence in the preservation of our waterways**.

Respectfully
Submitted,
James R Charette

James R Charette Chief Operator, Millinocket
Wastewater Treatment Facility

—
—
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**TOWN OF
MILLINOCKET, MAINE**

**Annual Financial
Report**

G

**For the Year Ended June
30, 2018**

TOWN OF MILLINOCKET, MAINE

Annual Financial Report For the Year Ended June 30, 2018

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RKO

Runyon Kersteen Ouellette

Certified Public Accountants and Business Consultants

Independent Auditor's Report

Town Council Town of Millinocket, Maine

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Town of Millinocket, Maine, as of and for the year ended June 30, 2018, and the **related** notes to the financial statements, which collectively comprise the Town's basic financial **statements** as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial

statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to 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 did not audit the financial statements of the Millinocket Memorial Library, a component unit of the Town of Millinocket, Maine, which is presented as a discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Millinocket Memorial Library, is based solely on the report of the other auditor's. 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 from material misstatement.

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

Town
Council
Page 3

The combining and individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

Such information has been subjected to the auditing procedures applied in the audit of the **basic financial statements and certain** additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the **basic financial statements or to the basic financial statements themselves**, and other additional procedures in **accordance** with auditing **standards generally accepted in the United States** of America. In our opinion, the combining and individual fund **financial statements are fairly stated**, in all material respects, in relation to the **basic financial statements as a whole**.

Other Reporting Required by Government
Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated **December 26, 2018** on our consideration of the Town of Millinocket, **Maine'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 solely 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 the effectiveness of the Town of Millinocket, Maine's 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 of Millinocket, Maine's internal control over financial reporting and compliance.**

lungen Kurten Ouellette

December 26,
2018 South
Portland, Maine

TOWN OF MILLINOCKET, MAINE Management's Discussion and Analysis,
Continued

CONDENSED PRESENTATION OF FINANCIAL INFORMATION

The following information is condensed from Statement 1, Statement of Net Position for Fiscal 2018 compared to Fiscal 2017. It distinguishes

9,292,588 14,324,752 23,617,340

951,855

Deferred outflow of resources

385,947

Liabilities:

Other liabilities **Long-term debt**

Total liabilities

839,184 16,401,793 17,240,977

197,395 818,996 1,016,391

1,207

- 1,207

-

1,037,786 17,220,789 18,258,575 1,397,063

1,053,157 18,921,950 19,975,107

102,204

62,694 832,206 894,900

98

- 98 -

1,115,949 19,754,156 20,870,105

102,204

Deferred inflow of resources

1,397,063

3,779,876

Net position:

Net investment in capital assets Restricted Unrestricted

8,043,157

881,087 (9,660,009)

4,150,747

- 1,610,690

32,713 305,750 82,953

12,226,617

1,186,837 (7,966,366)

7,245,272

907,025 (9,973,283)

- -

11,025,148

907,025

1,522,643

Total net position

\$ (735,765)

5,761,437

421,416

5,447,088

(1,820,986)

5,302,519

115,353

3,596,886

TYPES OF ACTIVITIES BY FISCAL YEAR

The information in the following chart is drawn from **Statement 2, Statement of Activities**. Total expenses for all departments (including Wastewater) of the primary government totaled \$12,896,926, which includes Governmental Activities (Town/School) \$12,334,533 and Business-type Activities (**Wastewater Treatment Plant**) \$562,393. Other **revenues** contributed to make the net amount **raised by property taxes** \$5,218,619 for Governmental Activities. **Put another way, property taxes** financed 42% in FY18 compared to FY17's 41% of the total costs of providing municipal, school, and county **expenses**. **It should be noted that Wastewater is entirely self-financed through user fees and other related revenues and does not use any property taxes to support its budget. Under GASB #34, however, it is necessary to include its revenues and expenses in these totals.**

TOWN OF MILLINOCKET, MAINE Management's Discussion and Analysis, Continued

ANALYSIS OF TOWN POSITION AND OPERATIONS

In all material respects, the position and operations of the Town of Millinocket

general fund increased during FY18. The Town's 2018 unassigned fund balance increased to \$3,233,013 from 2017's unassigned fund balance of \$2,901,038. This could interrupt operations for both the Town and School if the fund balance is not managed well.

The mil rate for FY18 was \$32.30 per \$1,000 in valuation compared to \$31.30 rate in FY17. **Homestead exemption** increased \$5,000, from \$15,000 to \$20,000 per qualified property. This change was one of the primary drivers in **the mil rate increase**.

The Town has continued to **avoid the need** to secure a Tax Anticipation Note (TAN) due to the close management of its cash flow and expenditures. **The increased unassigned fund balance over the past few years also helped the avoidance** of a TAN in 2018.

In January 2017, the GNP West, Inc. and GNP Holding II, LLC Ownership was acquired by our Katahdin. At that **same time**, the Town Council **approved a waiver of foreclosure on FY15 real estate taxes** liened July 15, 2015 (\$1.015M excluding interest and other charges). The purpose of **the waiver was to allow the new owners six months** to pay the tax obligations secured by liens. There is also an IRS lien involved with GNP West, Inc., which **further complicates the situation**. **Therefore, the agreement was revised** in June 2017 and now includes the unpaid FY16 (\$43K) and FY17 (\$46K) **real estate taxes**. As of June 30, 2018, the **outstanding tax balances remain** unchanged. This **agreement does not** include the unpaid FY15 personal property taxes of \$949K before interest, which has a UCC lien filed with the Maine and Delaware **Secretaries of State**.

Our Katahdin is currently in the process of preparing an Offer in **compromise to the IRS to release** the \$1.5 million lien that was placed on the former GNP West. As part of the deal, the Town will receive over \$130,000 in back **taxes** for years 2015 & 2016.

Property tax collections were 93.12% vs. 94.84% in FY17. Unpaid FY18 taxes were \$353,890 on June 30, 2018 versus \$275,179 on June 30, 2017.

In addition, the Town is also dealing with a number of **other residential properties that continue to default on taxes and sewer invoices owed**. Over the past year, the Town has sold 18 tax-acquired properties for \$82,413. **The money from these sales were applied against outstanding taxes and sewer and related administrative fees. Some owners of record paid to retain ownership, other properties were sold**

in a sealed bid process. Sometimes properties are offered to an abutting neighbor for demolition in an effort to enhance their property.

TOWN OF MILLINOCKET, MAINE

Management's Discussion and Analysis,

Continued

FUTURE SIGNIFICANT
IMPACTS

The future for Millinocket looks challenging and will be a success only if the community joins in with local officials to seek a new economic vitality. Caution should be employed when reducing municipal and school operations so as to enable any opportunity for rebound should economic activities take place.

The **decreased** tax valuation will negatively impact the ability of the Town and School to continue to operate "business as usual" and the services offered by the Town will require continued scrutiny. The Town Council and School Committee will need to work together to develop a strategic plan of services as well as work with the **businesses and** citizens to define operations and future developments as part of redefining what the Town of Millinocket will be for future generations.

REQUEST FOR
INFORMATION

This financial report is designed to provide a **general overview** of the Town of Millinocket's finances for all 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, Town of Millinocket, Maine, 197 Penobscot Avenue, Millinocket, Maine 04462 or at manager@millinocket.org.

Respectfully
submitted,

*Harold
Davis*

Harold "John
Davis Millinocket Town
Manager

BASIC FINANCIAL STATEMENTS

Statement 1

TOWN OF MILLINOCKET, MAINE Statement of Net Position

June 30, 2018

Governmental

Activities

Business-type

Activities

Component Unit

Millinocket Memorial Library

Total

381,132

4,917,176 262,170

627,890 478,266

5,545,066

740,436

714,609

ASSETS Cash and cash equivalents **Investments Receivables:**

Accounts, net of allowance of \$55,000 **Due from other governments Taxes**
receivable Tax liens Notes receivable

Contributions receivable Internal balances Inventory Prepaid expenses Capital assets,
not being depreciated Capital assets, net of accumulated depreciation

Total assets

249,554 225,641 1,351,096

322,239 303,268

964,163 225,641 1,351,096 **322,239** 303,268

7,732

51,063

(51,063) **38,594**

6,779 **840,150** 9,050,724 17,516,328

381,893 4,524,107 6,777,828

38,594

6,779 1,222,043 13,574,831 24,294,156

1,046 20,690 12,023 422,623

DEFERRED OUTFLOWS OF RESOURCES Deferred outflows of

resources related to pensions Deferred outflows of resources related to OPEB

Total deferred outflows of resources

329,606

56,341 385,947

329,606

56,341 385,947

11

194,364

1,207

221,879

37,173 571,189

8,943

3,031

LIABILITIES Accounts payable Unearned revenue Accrued wages and benefits
payable Accrued interest Bond anticipation note payable Noncurrent liabilities:
Due within one year Due in more than one year

Total liabilities

416,243

37,173 574,220

8,943 171,818

171,818

633,530 15,768,263 17,240,977

58,556 588,622 1,016,391

692,086 16,356,885 18,257,368

1,207

DEFERRED INFLOWS OF RESOURCES Deferred inflows of resources related
to pensions Deferred inflows of resources related to OPEB

Total deferred inflows of resources

95,431 1,301,632 1,397,063

95,431 1,301,632 1,397,063

8,043,157

4,150,747

12,193,904

32,713

NET POSITION Net investment in capital assets Restricted for:

Nonexpendable trust principal Education

Other purposes Unrestricted

Total net position

16,401 507,132

357,554 (9,660,009) **(735,765)**

16,401 507,132 357,554

305,750 1,610,690 (8,049,319)

82,953 5,761,437 5,025,672

421,416 See accompanying notes to basic financial statements.

\$

13

Statement 3

TOWN OF MILLINOCKET, MAINE

Balance Sheet Governmental Funds June 30, 2018

Capital

Reserve General

Fund

Other Governmental

Funds

Total Governmental

Funds

4,875,403

41,773 39,629

4,917,176

262,170

222,541

249,554

28,237

ASSETS Cash and cash equivalents Investments Receivables:

Accounts, net of allowance of \$55,000 Due from other governments Taxes

receivable Tax liens

Notes receivable *Interfund loans receivable* **Prepaid expenditure** **Inventory**

197,404

1,351,096 322,239

249,554

225,641 1,351,096 322,239 303,268 329,572

6,779 38,594

214,613

303,268 114,959

6,779 25,085

13,509

Total assets

6,830,156

465,391

710,542

8,006,089

217,625

LIABILITIES **Accounts payable** **Unearned revenue** **Accrued wages and benefits**

Interfund loans payable

Total liabilities

503,313 206,150 927,088

4,254 37,173 67,876 41,376 150,679

221,879

37,173 **571,189** 380,635 1,210,876

133,109 **133,109**

DEFERRED INFLOWS OF RESOURCES *Unavailable revenue - property taxes*

Total deferred inflows of resources

1,523,000 1,523,000

1,523,000 1,523,000

31,864

10,412 **317,252**

FUND BALANCES Nonspendable Restricted Restricted - Education
 Committed Assigned - Town Unassigned - Education Unassigned - Town

Total fund balances

29,910 347,142 176,371 13,425

332,282

61,774 357,554 493,623 345,707 787,527

(6,985) 3,233,013 5,272,213

787,527

(6,985)

3,233,013 4,380,068

332,282

332,282

5

559,863

59,863

Total liabilities, deferred inflows of resources, and fund balances

6,830,156

465,391

710,542

9,890,874

1,523,000

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Other long-term assets are not available to pay for current period expenditures

and, therefore, are reported as unavailable in the funds. Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds:

Accrued compensated absences Other postemployment benefits, including related
deferred outflows and inflows of resources Accrued interest Capital
 leases payable Net pension liability, including related **deferred outflows**
and inflows of resources Bonds payable
 (234,265) (13,491,212)
 (8,943) (73,169) (1,839,715) (1,774,548)

Net position of governmental activities

(735,765) See accompanying notes to basic financial statements.

Statement 5

**TOWN OF MILLINOCKET, MAINE Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities For the year ended June 30, 2018**

Net change in fund balances - total governmental funds (from Statement 4)

\$

295,507

**Amounts reported for governmental activities in the statement of
 activities (Statement 2) are different because:**

Governmental funds report capital outlays as expenditures.

**However, in the statement of activities, the cost of those assets is allocated
 over their estimated useful lives as depreciation expense. This is the amount
 by which capital outlay (\$771,511) exceeded depreciation expense (\$634,988) and
 loss on disposal of assets (\$21,852).**

114,671

**Revenues in the statement of activities that do not provide current financial
 resources are not reported as revenues in the funds. This is the change in
 unavailable revenue - property taxes.**

10,000

Some expenses reported in the statement of activities do not require

the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the decrease in accrued compensated absences (\$7,240) and accrued interest (\$5,653) less the increase in the net pension liability with related deferred inflows and outflows of resources (\$68,316), and the decrease in other postemployment benefits with related deferred inflows and outflows of resources (\$135,861).

80,438

Capital lease proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which lease proceeds (\$65,614) exceeded repayments (\$33,550).

(32,064)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount of repayments (\$616,669).

616,669

Change in net position of governmental activities (see Statement 2)

1,085,221 See accompanying notes to basic financial statements.

Statement 7

TOWN OF MILLINOCKET, MAINE Statement of Net Position Proprietary Funds

June 30, 2018 **Business-type Activities - Enterprise Funds**

Wastewater Treatment

Plant

ASSETS Current assets:

Cash and cash equivalents Investments Accounts receivable Interfund loans
receivable

Total current assets

627,890 478,266 714,609
51,063 1,871,828

Noncurrent assets:

Construction in progress **Capital assets**

Less accumulated depreciation

Total noncurrent assets Total assets

381,893 13,723,326 (9,199,219) 4,906,000 6,777,828

LIABILITIES Current liabilities:

**Accounts payable Accrued wages Accrued compensated absences Bond
anticipation note payable** Bonds payable, current

Total current liabilities

194,364

3,031 63,743 171,818

58,556 491,512

Noncurrent liabilities:

Bonds payable

Total noncurrent liabilities Total liabilities

524,879 524,879 1,016,391

NET POSITION Net investment in capital assets

4,150,747 Unrestricted

1,610,690

Total net position

5,761,437 See accompanying notes to basic financial statements.

Wastewater Treatment

Plant

\$

Cash flows from operating activities:

Receipts from customers and users Payments to suppliers Payments to employees

Net cash provided by operating activities

1,060,788

(57,677) (234,529) 768,582

Cash flows from noncapital financing activities:

Transfer to other funds

Net cash used in noncapital financing activities

(49,619) (49,619)

Cash flows from capital and related financing activities:

Purchase of capital assets Principal payments on bonds **Proceeds from bonds**

Interest paid Grant monies received for capital assets

Net cash used in capital and relating financing activities

(478,690) (185,239) 171,818 (12,701)

13,815 (490,997)

Cash flows from investing activities:

Purchase of investments Investment income

Net cash used in investing activities

(104,515)

8,676 (95,839)

Increase in cash and cash equivalents

132,127

Cash and cash equivalents, beginning of year

495,763

Cash and cash equivalents, end of year
627,890

Reconciliation of operating income to net cash provided by operating activities: Operating income
498,747 **Adjustments to reconcile operating income to net cash provided by operating activities:**
Depreciation and amortization
122,574 **Increase in operating assets:**
Accounts receivable
12,349 **Increase in operating liabilities:**
Accounts payable
134,558 **Accrued wages and benefits payable**
143 **Accrued compensated absences**
211
Net cash provided by operating activities
768,582 *See accompanying notes to basic financial statements.*

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TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Millinocket, Maine was incorporated as a town in 1901 under the laws of the State of Maine. The Town operates under a council-manager form of government.

A.

Reporting Entity

As required by accounting principles generally accepted in the United States of America, the financial **statements of the reporting entity** include those of the Town of Millinocket, Maine (the primary **government**) and its component units. **The decision to include a potential component unit was made by applying the criteria set forth in**

accounting principles generally accepted in the United States of America which defines the reporting entity as the primary government and those component units for which the **primary government** is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary **government**, or b) the possibility that the component unit will provide a financial benefit to or **impose a financial burden** on the primary government. Application of this **criterion and determination of type of presentation involves** considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. Additionally, certain **organizations warrant inclusion as part of the financial reporting entity** because of the nature and significance of their relationship with the primary government, including their ongoing financial support of the primary government or component unit. **Based on the** application of these criteria, the **Town has reported** the following component unit:

Millinocket Memorial Library is a component unit of the Town. Its sole purpose is to provide library **services to the** Town of Millinocket and is fiscally dependent on the Town. As a result, it is presented in the **Town's financial statements as a discretely presented component unit. Separately issued financial statements of** the Library can be obtained at Millinocket Memorial Library, 5 Maine Avenue, Millinocket, ME 04462.

B. Government-wide and Fund Financial Statements

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

2.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Town has elected not to allocate indirect costs among the programs, 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 the 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.

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TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

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

D.

Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as time deposits and certificates of deposit owned by the Town. **State statutes** authorize the Town to invest in obligations of the U. S. Treasury, **commercial paper**, corporate bonds, and **repurchase agreements**,

Investments are stated at fair value, unless otherwise indicated. For purposes of the **statement of cash flows**, all highly liquid investments with a maturity of three months or **less when purchased are considered to be cash equivalents.**

Investments of the permanent funds, **Wastewater Treatment Plant Fund** and **Capital Reserve Fund** are **pooled on a cost basis**, with each individual fund subscribing to or disposing of interest in the investment pool on the **basis of cost value** at the beginning of the **fiscal year. As such**, investment income, investment **expense, and gains and losses on sales of investments are allocated to each fund based on its proportionate**

interest in the investment pool.

E.

Inventory

Inventory consists of airport fuel and supplies and School Lunch Program food, supplies and **donated commodities** and is recorded at the lower of cost or market on the first-in, first-out basis.

F.

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal repairs and maintenance 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.

For the primary government, the following estimated useful lives are used to compute depreciation:

**Buildings and improvements Interceptors Sewer lines Equipment and vehicles
Infrastructure**

10-50 years

35 years 35-100 years 5-50 years

40 years

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

K.

Fund Equity

Governmental Fund fund balance is reported in five classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which those **funds can be spent**. The five classifications of **fund balance for the Governmental Funds are as follows:**

Nonspendable-resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted – resources with constraints placed on the use of resources which are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or; b) imposed by law through constitutional provisions or enabling legislation.

- **Committed – resources** which are subject to limitations the government imposes on itself at its highest level of decision making authority, and that remain binding unless removed in the same manner.

- **Assigned – resources that are constrained** by the government's intent to be used for specific purposes, but are neither restricted nor committed. **Unassigned – resources** which have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

Generally, all unexpended budgetary accounts lapse at the close of the fiscal year. The Town Council has the responsibility for committing fund balance amounts and likewise would be required to modify or rescind those commitments. The Town Council has designated the responsibility for assigning fund balance to the **Town Manager**. Although not a formal policy, when both restricted and unrestricted resources are available for use, it is the Town's intent to use restricted resources first, then unrestricted resources as they are needed. When committed, assigned, and unassigned resources are available for use, it is the Town's practice to use committed or assigned resources first, and then unassigned resources as they are needed.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriations, is employed by the School Department. Encumbrances, if any, have been shown as restricted fund balance at year-end.

m. Use of Estimates

Preparation of the Town's financial statements requires management to make estimates and assumptions that affect the reported 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.

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TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY, CONTINUED

Excess of Expenditures over Appropriations

For the year ended June 30, 2018, expenditures exceeded appropriations in the following categories:

\$

Town Manager and Council Economic Development Committee **Community services Snowsled program**

5 4,317* 15,532 6,314*

* - This **was offset by a favorable revenue variance associated** with this

expenditure.

Deficit Fund Balances - For the year ended June 30, 2018, the following fund had a deficit fund balance:

Adult Education
\$ 4,562

This deficit will be funded with **anticipated future revenues and assessments.**

DEPOSITS AND INVESTMENTS

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.

As of June 30, 2018, the Town reported the following cash and investments:

Governmental

Activities

Fiduciary Funds

Component

Unit

Activities

Total

152,479

381,132

Cash Investments

\$ 4,917,176

262,170

627,890 478,266

6,078,677

740,436

Total

\$ 5,179,346
 1,106,156
152,479
381,132
6,819,113

Custodial credit risk - deposits - In the case of deposits, this is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town currently does not have a deposit policy for custodial credit risk. As of June 30, 2018, all of the Town's bank balance of \$5,908,586 was insured and/or collateralized. The Town's component unit, Millinocket Memorial Library, reported deposits of \$381,132, of which \$131,132 was uncollateralized and uninsured.

Custodial credit risk - investments - For investments, this is the risk that in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Town currently does not have an investment policy for custodial credit risk. As of June 30, 2018, all of the Town's investment in money market accounts of \$740,436 was insured, which are all considered Level 1 inputs.

TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

CAPITAL ASSETS

—
—

Capital asset activity for the year ended June 30, 2018 was as follows:

Balance	
June 30, 2017, Restated increases	<u>Decreases</u>
	Balance June 30,
<u>2018</u>	

\$ 283,317
 98,609 381,926

458,224 458,224
283,317 556,833 840,150

5,417,068 8,786,978 6,942,460 3,441,980 24,588,486

10,350 302,937

Governmental activities: Capital assets, not being depreciated: Land Construction in progress Total capital assets, not being depreciated Capital assets, being depreciated:

Land improvements Buildings and building improvements Equipment and vehicles

Infrastructure Total capital assets being depreciated **Less accumulated depreciation for:**

Land improvements Buildings and building improvements Equipment and vehicles

Infrastructure Total accumulated depreciation Total capital assets being

depreciated, net Governmental activities capital assets, net

ou

1,046,099

5,417,068 8,797,328 **6,199,298**

3,441,980 23,855,674

313,287 1,046,099

1,060,778 5,123,754 5,594,019 3,415,658 15,194,209

9,394,277 \$9,776,203

134,091 291,834 207,063 1,024,247

2,000

- 634,988 1,024,247 (321,701) 21,852 136,523 21,852

1,194,869 5,415,588 4,776,835 3,417,658 14,804,950 **9,050,724** 9,890,874

381,893 **381,893**

381,893 **381,893**

Business-type activities: Capital assets, not being depreciated: Construction in progress Total capital assets, not being depreciated Capital assets, being

depreciated: Buildings and building improvements Interceptors Equipment and

vehicles Infrastructure, sewer lines, and equipment Total capital assets being

depreciated **Less accumulated depreciation for:** Buildings and building

improvements Interceptors Equipment and vehicles Infrastructure, sewer lines, and

equipment Total accumulated depreciation

	4,714,643	1,113,395		
			856,702	<u>6,983,942</u> 13,668,682
13,917	82,880	96,797		
4,714,643				
1,113,395	38,653	831,966		
3,500	7,063,322	42,153	13,723,326	
19,241				
		4,574,024	1,113,393	
614,133	<u>2,818,582</u>	9,120,132	4,548,550	
				24,288 77,711 121,240
38,653				
				3,500 42,153 - -
4,593,265	1,113,393			
599,768	<u>2,892,793</u>	9,199,219	4,524,107	
<u>Total capital assets being depreciated, net</u>				
(24,443)				
Business-type activities capital assets, net				
\$ 4,548,550				
357,450				
<u>4,906,000</u>				

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**TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements,
Continued**

LONG-TERM DEBT, CONTINUED

Bonds payable at June 30, 2018 are comprised of the following:

Balance

June 30,

Date of issue

Original amount

issued

Date of maturity

interest

rate

2018

Governmental activities:

School improvements **2006 Series C 2009 GOB 2011 GOB (1) 2016 GOB** 2011

Int'l. Pumper Fire Truck

05/01/98 10/26/06 08/03/09 10/27/11 08/15/16 03/29/13

\$4,560,000 1,200,000

341,354 1,465,000

100,000 228,401

2019 2021 2020 2026 2020 2020

Varies Varies 4.96% 4.45% 1.90% 2.95%

352,356 320,000

68,271 **905,753** 75,699 52,469

Total governmental activities

\$ 1,774,548

Date of issue

Original amount

issued

Date of maturity

interest

rate

Balance June 30, **2018**

Business-type activities:

CWSRF 2009 GOB

05/16/08 08/03/09

\$ 1,050,000

58,646

2028 2020

1.80% 4.96%

571,706 11,729

Total business-type activities

\$ 583,435

(1) The Town has entered into an agreement with the bank to fund the retirement of the 2011 General Obligation Bond with annual payments to a trust account. The payments deposited into the trust account are invested and it is anticipated that earnings on the deposit will fund a significant portion of the debt retirement obligation. As such, the payments made into the trust are less than what would be required under a traditional payment schedule. When the bond matures, there is a possibility that the deposits made plus the investment earnings will not be sufficient to retire the entire principal and interest obligation. In that scenario, the Town would be obligated to make a payment to retire any remaining principal or interest due. As of June 30, 2018, the value of the trust account equaled \$575,011,

The annual requirements to amortize all long-term debt outstanding as of June 30, 2018 are as follows:

Governmental activities Principal Interest

Business-type activities Principal Interest Total

June 30,

Total

2019 2020 2021 2022

2023 2024-2028

\$ 619,180

250,322 **198,917** 173,208

93,208 439,713

22,682 7,165 2,729 700

641,862 **257,487** 201,646 173,908

93,208 439,713

58,556 59,505 54,605 55,588 56,588 298,593

14,022 12,782 11,526 10,543

9,542 32,061

72,578 72,287 66,131 **66,131** 66,130 330,654

Total

\$1,774,548

33,276

1,807,824

583,435

673,911

The Town is subject to a **statutory** limitation, by the State of Maine, of its general long-term debt equal to 15% of the State's valuation of the Town. The Town's outstanding long-term debt of \$2,529,801 at June 30, 2018 was within the statutory limit.

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**TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements,
Continued**

INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

\$

During the course of normal operations, the Town has numerous transactions between funds including expenditures and transfers. Individual fund interfund receivables and payables balances and transfers at June 30, 2018 arising from these transactions were as follows:

Net transfers

Receivables Payables in (out) General Fund

206,150 171,096 Capital Reserve Fund

214,613 133,109 (16,875) **Wastewater Treatment Plant - Proprietary Fund** 51,063

(49,619) Nonmajor Special Revenue Funds:

CDBG Loan Fund

17,099 **Recreation**

3,311 **Comprehensive Plan**

10,114 School Categorical Programs
15,915 (125,000) School Lunch
 101,534
15,000 Adult Education
 4,562
 5,398 Nonmajor Permanent Funds
3,800

Totals
\$ 380.635
380,635

LONG-TERM RECEIVABLE

In 2001, the Town, through the U.S. Department of Housing and Urban **Development, made a 30-year, no interest loan to further economic activity** within the Town. **As required by generally accepted accounting principles, the no-interest loan of \$360,000 was discounted to its present value of \$133,960. The note is being amortized at the Town's rate of borrowing in 2001, at 3.3% each year to reflect its future value of \$360,000. At June 30, 2018, the value of the note was:**

Year ended

June 30, Current balance

2019 2020 2021 2022

2023 Thereafter

Interest \$ 7,604

7,858 8,122 **8,394** 8,675 **8,966** 83,429

Total 234,556 **242,414** 250,536 258,930 267,605 **276,571** 360,000

FUND BALANCE

The General Fund unassigned fund balance total of \$3,233,013 represents fund balance for the Town that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balances totaling (\$6,985) are also reported for the Adult Education Fund and two School Categorical programs that have negative fund balances as of June 30, 2018 as shown on Statement 3.

TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

NET POSITION

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds and capital leases payable and adding back any unspent proceeds. The Town's net investment in capital assets was calculated as follows at June 30, 2018:

Capital assets	Accumulated depreciation	Bonds payable	Bond anticipation note payable
<u>Governmental</u>	\$ 24,695,824	(14,804,950)	(1,774,548)
<u>Business-type</u>	14,105,219	(9,199,219)	(583,435)
		(171,818)	(73,169)
<u>Total net investment in capital assets</u>			
8,043,157			
<u>4,150,747</u>			

NEW PRONOUNCEMENT AND RESTATEMENTS OF NET POSITION

For the **fiscal year ended** June 30, 2018, the **Town has elected** to implement Statement No. 75 of the **Governmental Accounting Standards Board - Accounting and Financial Reporting for Postemployment Benefits Other than Pensions, an amendment of GASB Statement No. 45. As a result of implementing GASB Statement No. 75, the Town has restated beginning net position in the government-wide statement of net position to account for the addition of the Town's**

proportionate share of the net OPEB liability, which **effectively decreased the net position** as of July 1, 2017 by \$9,748,354.

The Town did not include **certain expenses relating to improvements made at the airport as construction in progress for the year ended June 30, 2017**. The **Town has restated beginning net position** in the government-wide **statement** of net position to account for the addition of these improvements, which **effectively increased the Town's net position as** of July 1, 2017 by \$98,608.

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 for which the Town either carries commercial insurance or participates in a public entity risk pool. Currently, the Town participates in a public entity risk pool **sponsored by the Maine Municipal Association and the School Department participates** in a public entity risk pool sponsored by the Maine School Management **Association for workers' compensation coverage. Based on the coverage provided by the pools, as well as coverage provided by commercial insurance purchased, the Town is not aware** of any material actual or potential claim liabilities which should be recorded at June 30, 2018.

CONTINGENCIES

The Town is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Town's attorney, the resolution of **these matters w** adverse effect on the financial condition of the Town,

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

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

SET Plan - Maine statute requires the State to contribute a portion of the Town's contractually required contributions. Employees are required to contribute 7.65% of their annual pay. The Town's contractually required contribution rate for the year ended June 30, 2018, was 15.05% of annual payroll of which 3.97% of payroll was required from the Town and 11.08% was required from the State. Contributions to the pension plan from the Town were \$76,461 for the year ended June 30, 2018,

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

The net pension liabilities **were measured as** of June 30, 2017, and the total pension liabilities used to calculate the net pension liabilities were determined by actuarial valuations as of that date. The Town's proportion of the net pension liabilities **were based on** projections of the Town's long-term share of contributions to the pension **plans relative to** the projected contributions of all participating local districts (PLD Plan) and of all participating School Administrative Units and the State (SET Plan), actuarially determined.

PLD Plan - At June 30, 2018, the Town reported a liability of \$1,448,355 for its proportionate share of the net **pension** liability. At June 30, 2017, the Town's proportion of the PLD Plan was **0.35374%**.

SET Plan - At June 30, 2018, the Town reported a liability for its proportionate share of the **net pension** liability that reflected a reduction for State pension support provided to the Town. The amount recognized by **own as its proportionate share of the net pension** liability, the **related State support, and the total** portion of the net pension liability **that was associated with the Town were as follows:**

\$ 625,535

Town's proportionate share of the net pension liability **State's** proportionate share of the net pension liability associated with the Town
2,306,109

Total
\$ 2,931.644

At June 30, 2017, the Town's proportion of the SET Plan was 0.0431%.

**TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements,
Continued**

MAINE PUBLIC EMPLOYEES RETIREMENT SYSTEM, CONTINUED

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

Long-term Expected Asset Class

Target Allocation Real Rate of Return Public equities

30.0%

6.0% US government

7.5%

2.3% Private equity

15.0%

7.6% Real estate

10.0%

5.2% Infrastructure

10.0%

5.3% Natural resources

5.0%

5.0% Traditional credit

7.5%

3.0% Alternative credit

5.0%

4.2% Diversifiers

10.0%

5.9%

Discount Rate - The discount rate used to measure the total pension liability was 6.875% for the PLD Plan and the SET Plan. The projection of cash flows used to determine the discount rates assumed that employee contributions will be made at the current contribution rate and that contributions from participating local districts will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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 liabilities.

Sensitivity of the Town's Proportionate Share of the Net Pension Liabilities to Changes in the Discount Rate - The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 6.875% for the PLD Plan and the SET Plan, as well as what

the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.875%) or 1 **percentage-point higher (7.875%)** than the **current rate**:

PLD Plan

LEU

**1% Decrease (5.875%)
Current Discount Rate**

**16.875%)
1% Increase (7.875%)**

Town's proportionate share of
the net pension liability
\$ 2,905,845
\$ 1,448,355
\$ 351,091

SET Plan

1%

**1% Decrease (5.875%)
Current Discount Rate**

(6.875%)

Increase (7.875%)

Town's proportionate
share of the net pension liability
\$1,097,628
\$ 625,535
\$ 235,754

Pension Plan Fiduciary Net Position - Detailed information about the pension plan's fiduciary net position is **available in the separately issued MPERS financial report. Payables to the Pension Plan - None as of June 30, 2018.**

OTHER POSTEMPLOYMENT BENEFITS (OPEB) - SCHOOL DEPARTMENT, CONTINUED

The long-term expected rate of return on OPEB plan **investments was determined** using a building-block method which best estimates ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major class of assets. These ranges are combined to produce long-term **expected rate of return** by weighting the expected future real rates of return by the **target asset allocation percentage** and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of **return** for each major asset class are summarized in the following table:

Asset Class	Public equities	Real estate	Traditional credit	US Government Securities
Total				
Target Allocation	70.0%	5.0%	16.0%	9.0%
		100.0%		
	Long-term Expected Real Rate of Return			
	6.0%	5.2%	3.0%	2.3%

Discount Rate - The rate used to measure the net OPEB liability for the plan was 6.875%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at contractually required rates, actuarially determined. Based on this assumption, the OPEB plans fiduciary net position was projected to be available to make all projected OPEB payments for current and inactive employees. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

OPEB Plan Fiduciary Net Position - Detailed information about the OPEB plan's fiduciary net position is available in a separately issued MPERS financial report.

General Information about the OPEB Plan - Health Insurance

Plan Descriptions - The School Department sponsors a post-retirement benefit plan providing health insurance to **retiring employees**. School Department **employees over** the age of 55 with 20-25 years of **continuous service are** allowed to participate in the plan. Some retirees that are designated in a plan pay 13% to 15% of the single **coverage premium and 13% to 50% of the family coverage premium while others pay nothing towards the cost of coverage**. For those School Department employees eligible for Medicare (post-65 Retiree Plan), the plan is **offered in conjunction** with Medicare Parts A and B and the Companion Plan B.

Benefits Provided - MEABT provides **postemployment benefits** for health care for eligible **retirees and their spouses**. **Active employees hired** prior to September 1, 1996 are eligible for retirement benefits at the earlier of **20 years of service** in the Millinocket School Department with 16 years of credible teacher service with Maine **State Retirement System, or 25 years of service** with 20 of those years at the Millinocket School Department with **15 years of credible teacher service with Maine State Retirement System**. The Department contributes a **percentage of premiums varying by individual based** on their contribution at the time of **retirement and employment history**. **Retirees are required to contribute** the portion of premiums not covered by the Department's and State's explicit subsidies. **Retiree health care coverage continues to surviving spouse upon** death of retirees. **Surviving spouses are responsible for the cost of coverage remaining after the employer and state subsidies**. **Subsidies vary anywhere from 0% to 100% the cost of coverage based on employment history,**

TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

OTHER POSTEMPLOYMENT BENEFITS (OPEB) - SCHOOL DEPARTMENT, CONTINUED

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate - The following presents the School Department's total OPEB liability calculated using the discount rate of 3.87%, as well as what the School Department's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.87%) or 1 percentage-point higher (4.87%) than the

current rate:

1% Decrease
(2.87%) 13,054,871

Discount

Rate (3.87%) 11,572,105
1% Increase
(4.87%) 10,339,301

Total OPEB liability

\$

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates - The following presents the School Department's total OPEB liability calculated using the **healthcare cost trend rates** of 8.50% decreasing 0.50% per year, as well as what the School Department's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (7.50% decreasing 0.50% per year) or 1 percentage point higher (9.50% decreasing 0.50% per year) than the **current healthcare cost trend rates**:

1% Decrease

(7.50% **decreasing** 0.50% per
year) 10,285,084
Healthcare Cost Trend Rates
(8.50% decreasing 0.50%
per year) 11,572,105

1% Increase

(9.50% **decreasing** 0.50% per
year) 13,095,145

Total OPEB liability

\$

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2018, the School Department recognized an OPEB gain of \$142,061. At June 30, 2018, the School Department reported **deferred**

outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Deferred Outflows of Resources

Deferred Inflows of Resources

813,664 430,170 1,243,834

Differences between expected and actual experience Changes of assumption or other inputs

Total

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Health Plan OPEB will be recognized in OPEB expense as follows:

Year ended June 30: 2019 2020 2021 2022 2023 Thereafter

88,845 88,845 88,845 88,845 88,845 799,609

45

TOWN OF MILLINOCKET, MAINE Notes to Basic Financial Statements, Continued

OTHER POSTEMPLOYMENT BENEFITS (OPEB) - TOWN, CONTINUED

Changes in the Total OPEB Liability

Total OPEB Liability

669,073

10,898 25,151

Balance at June 30, 2017 **Changes for the year:**

Service Cost **Interest** Changes of benefit terms **Differences between expected and actual experience** **Changes in assumptions** or other inputs Benefit payments

Net changes Balance at June 30, 2018

(72,247)

70,426 (29,485)

4,743 673,816

\$

Change in assumptions reflects a change in the discount rate from 3.78% in 2017 to 3.44% in 2018 and also a change in valuation method from Projected Unit Credit to the Entry Age Normal funding method.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate -

The following presents the Town's total OPEB liability calculated using the discount rate of 3.44%, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower (2.44%) or 1 percentage-point higher (4.44%) than the current rate:

1%

Decrease (2.44%) 760,409

Discount

Rate (3.44%) 673,816

1% Increase (4.44%) 602,056

Total OPEB liability

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend

Rates - The following presents the Town's total OPEB liability calculated using the healthcare cost trend rates of 8.27% decreasing 0.28% per year, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (7.27% decreasing 0.28% per year) or 1 percentage-point higher (9.27% decreasing 0.28% per year) than the current healthcare cost trend rates:

1% Decrease

**(7.27% decreasing 0.28% per
year) 602,416**

Healthcare Cost Trend Rates

(8.27% decreasing 0.28%

per year) 673,816

1% Increase

**(9.27% decreasing 0.28% per
year) 760,015**

Total OPEB liability

TOWN OF MILLINOCKET, MAINE Required Supplementary Information

Schedule of School Department's Proportionate Share of the Net OPEB Liability Last 10 Fiscal Years*

2018

0.00%

School Department's proportion of the net OPEB liability School Department's proportionate share of the net OPEB liability State's proportionate share of the net OPEB liability associated with the School Department

Total

68,609 68,609

Plan fiduciary net position **as a percentage of the** total OPEB liability

47.29%

** Only one year of information available. Amounts **presented** for each fiscal year were determined as of the end of the previous fiscal year.*

Schedule of Changes in the School Department's Total Health Plan OPEB Liability and Related Ratios

Last 10 Fiscal Years*

2018

Total Health Plan OPEB Liability

29,703 **451,367**

Service Cost Interest Changes of benefit terms Differences between expected and actual experience Changes of assumptions or other inputs Benefit payments Net change in total OPEB Liability

(813,664) (430,170)
 (623,131) (1,385,895)

Total OPEB liability - beginning Total OPEB liability - ending
 12,958,000 11,572,105

i

\$
 2,343,515

Covered-employee payroll Total Health Plan OPEB liability as a percentage of covered-employee payroll
493.79%

**Only one year of information available.*

TOWN OF MILLINOCKET, MAINE Required Supplementary Information, Continued Schedule of Town's Proportionate Share of the Net Pension Liability Maine Public Employees Retirement System Consolidated Plan (PLD) and State Employee and Teacher Plan (SET)

Last 10 Fiscal Years*

2018**

2017**

2016**

2015**

0.35374%

0.3746%

0.4023%

0.4362%

PLD Plan Town's proportion of the net pension liability Town's proportionate share of the

net pension liability Town's covered payroll Town's proportion share of the net pension liability as a percentage of its covered payroll Plan fiduciary net position as a percentage of

of the total pension liability

1,448,355

1,486,759

1,990,211

1,503,493

1,283,487

1,563,371

671,257

1,630,911

97.42%

132.37%

82.10%

41.16%

86.43%

81.61%

88.27%

94.10%

0.0431%

0.0357%

0.0241%

0.0177%

sET Plan Town's proportion of the net pension liability Town's proportionate share of the net pension

liability State's proportionate share of the net pension liability associated with the Town

625,535

630,839

324,906

190,840

2,306,109

2,817,208

2,297,146

1,913,567

Total

2,931,644

3,448,047

2,622,052

2,104,407

1,919,207

1,871,169

1,904,047

1,913,819

Town's covered payroll Town's proportion share of the net pension liability as a percentage of its covered payroll Plan fiduciary net position as a **percentage of** of the total pension liability

32.59%

33.71%

17.06%

9.97%

80.78%

76.21%

81.18%

83.91%

** Only four years of information available. ** The amounts presented for each fiscal year were determined as of the prior fiscal year.*

51

TOWN OF MILLINOCKET, MAINE Notes to Required Supplementary Information

Net Pension Liability

Changes of Benefit Terms - None

Changes of Assumptions:

The PLD and SET Plans changed the discount rate of 7.125%, inflation rate of 3.5%, and the cost of living increase of 2.55% in the 2015 valuation to 6.875%, 2.75%, and 2.20%, respectively in the 2016 valuation. The PLD Plan changed the salary increases in the 2015 valuation of 3.5% - 13.5% to 2.75% - 9.0% in the 2016 valuation. The SET Plan changed the salary increases in the 2015 valuation of 3.5% - 9.5% to 2.75% - 14.5% in the 2016 valuation. In addition, **mortality rates were previously based** on the RP2000 Combined Mortality Table projected forward to 2015 using Scale AA, which, in the 2016 valuation, was changed to mortality rates that **were based** on the RP2014 Total Data Set Healthy Annuitant Mortality Table.

The PLD Plan changed the discount rate from 7.25% in the 2014 valuation to 7.125% in the 2015 valuation. The PLD Plan also changed the cost of living benefits increase from 3.12% in the 2014 valuation to 2.55% in the 2015 valuation.

The SET Plan changed the discount rate from 7.25% in the 2013 valuation to 7.125% in the 2014 valuation.

Net OPEB Liability - Group Term Life Insurance

Changes of Benefit Terms - None

Changes of Assumptions - None

Net OPEB Liability - Health Insurance (School Department & Town)

Changes of Benefit Terms - None

Changes of Assumptions - Changes of assumptions and other inputs reflects the changes in the discount rate each period. The following are the discount rates used in each period:

Fiscal Year

2018 2017

School Discount

Rate 3.87% 3.56%

Town Discount

Rate 3.44% 3.78%

Additionally, for the Town only, the **valuation method was changed** from the Projected Unit Credit funding method in 2017 to the Entry Age Normal funding method in 2018.

GENERAL FUND

Exhibit A-1

TOWN OF MILLINOCKET, MAINE Comparative Balance Sheets - General Fund

June 30, 2018 and 2017

2018

2017

\$

4,875,403

4,715,430

ASSETS Cash and cash equivalents Receivables:

Accounts, net of allowance of \$55,000 and

\$27,000, respectively **Taxes receivable**

Tax liens Prepaid expenditures Inventory

249,554 1,351,096

322,239

6,779 25,085

320,087 1,023,927 **540,283**

180 18,779

Total assets

\$

6,830,156

6,618,686

LIABILITIES Accounts payable Accrued wages and benefits Interfund loans payable

Total liabilities

217,625 503,313 206,150 927,088

233,601 493,750

345,219 1,072,570

DEFERRED INFLOWS OF RESOURCES Unavailable revenue - property taxes

Total deferred inflows of resources

1,523,000 1,523,000

1,513,000 1,513,000

FUND BALANCE Nonspendable Restricted Restricted - Education Assigned - Town Unassigned - Town

Total fund balance

31,864

10,412 317,252 **787,527** 3,233,013 4,380,068

18,959 174,712 150,615 **787,792** 2,901,038 4,033, 116

Total liabilities, deferred inflows of resources, and fund balance

\$

6,830,156

6,618,686

Exhibit A-2, Cont.

TOWN OF MILLINOCKET, MAINE

**Statement of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - Budgetary Basis - General Fund, Continued**

2018

Variance positive (negative)

2017 Actual

Budget

Actual

al

\$

(5)

Expenditures:

Current:

General government:

**Town Manager and Council Town Clerk and Tax Collector Elections and
registration Assessing Municipal building Audit and bookkeeping Legal
services Administration Planning, code, development Economic Development
Committee**

Total general government

150,161 **107,358**

8,250 32,851 **71,833 18,115** 90,000 **62,870** 25,201

40,434 607,073

150,166 102,097

4,765 31,127 67,663 17,750 30,442 53,909 23,476 44,751 526,146

5,261 **3,485** 1,724 4,170

365 59,558 **8,961 1,725** (4,317) 80,927

145,799 103,906

4,128 30,809 60,453 17,250 52,111 35,730 23,845 30,895 504,926

Protection:

**Police department DARE Program - donations Fire department Ambulance
Community services Insurances Dog constable Enforcement officials Fire
and ambulance - general**

Total protection

397,277

4,500 **36,432 164,687 461,915** 93,302 **13,144**

1,500 259,563 1,432,320

378,385

3,995 **31,906 126,238 477,447** 91,204 **11,656**

1,500 236,443 1,358,774

18,892

505 **4,526 38,449 (15,532)**

2,098 1,488

333,276

2,826 181,546 326,809 452,673 89,480 11,871 1,500

23,120 73,546

1,399,981

896

78

Town services:

**Public works administration Transfer site Street and road maintenance Garage
maintenance**

Total Town services

64,267 341,137 693,398

25,650 1,124,452

63,371 **341,059 614,216**

20,109 1,038,755

79,182

5,541 85,697

8,609 347,324 680,196

12,773 1,048,902

(6,314)

84,086 39,386

90,400 **39,386**

Community services:

Snowsled program Public library Library gifts and donations KARE Human resources/assistance General assistance Recreation Airport Cemeteries Public health and welfare agencies

Total community services

241,218 23,837 26,800 127,312 137,659 30,825

1,187 712,310

238,109 22,021 21,577 126,289 129,024 26,490

1,187 694,483

3,109 1,816 5,223 1,023 8,635 4,335

87,866 25,000

6,047 123,130 21,589 22,325 111,597 129,863 23,785

1,129 552,331

17,827

CAPITAL RESERVE FUND

Exhibit B-1

**TOWN OF MILLINOCKET, MAINE Combining Balance Sheet Capital Reserve Fund
June 30, 2018 (with comparative totals for June 30, 2017) Police Fire Public Works
Transfer Station Reserve Reserve Reserve Reserve
General Capital Airport
Reserve Capital Reserve
Ambulance
Reserve
Cemetery
Reserve
SMI TIF School Proceeds Renovations
Minor
Capital Projects
2018
Totals
2017
ASSETS
Investments Due from other governments Interfund loans receivable**

\$
182,388
40,034
119
.
28,237
4
755
40,789
77,173
77,173

:
0,479
40,479
30,124
30,124
43,714
43,714
Total assets
\$
119
9,355
9,474
222,541
28,237
214,613
4,726
,726
213,826

16,189
249,292
182,388

8,287

8,287

4

28,237
465,391
479,307

LIABILITIES AND FUND BALANCES Liabilities: Interfund loans payable

Total liabilities

117,716

117,716

15,393

15,393

133,109

133,109

120,094

120,094

Fund balances:

Committed

Total fund balances

64,672

64,672

40,789

40,789

77,173

77,173

30,124

30,124

43,714

43,714

4,726

4,726

40,479

40,479

8,287

8,287

9,474

9,474

12,844

12,844

Total liabilities and fund balances \$

182,388

40,789

77,173

30,124

332,282

332,282

465,391

359,213

359,213

479,307

43,714

4,726

4

0,479

8,287

9,474

.

28,237

63

ALL OTHER GOVERNMENTAL FUNDS

Exhibit C-1

TOWN OF MILLINOCKET

Combining Balance Sheet All Other Governmental Funds June 30, 2018

Special Revenue Funds

Permanent
Funds

Total Other Governmental

Funds

39,536

2,237 39,629

ASSETS Cash and cash equivalents Investments Due from other governments

Notes receivable Inventory Interfund loans receivable

197,404 303,268

13,509 114,959

41,773 39,629 197,404 303,268

13,509 114,959

Total assets

668,676

41,866

710,542

LIABILITIES AND FUND BALANCES Liabilities:

Accounts payable Unearned revenue Accrued wages and benefits Interfund loans payable

Total liabilities

4,254 **37,173** 67,876

37,576 146,879

4,254 37,173 **67,876** 41,376 150,679

3,800 3,800

16,401 21,665

Fund balances:

Nonspendable Restricted Committed Unassigned

Total fund balance

13,509 **501,848** **13,425**

(6,985) 521,797

29,910 523,513 13,425

(6,985) 559,863

38,066

Total liabilities and fund balances

668,676

41,866

710,542

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Exhibit D-1

TOWN OF MILLINOCKET, MAINE

Combining Balance Sheet Nonmajor Special Revenue Funds

June 30, 2018 (with comparative totals for June 30, 2017)

CDBG

Loan

Fund

School

Categorical

Programs

Comprehensive

Plan

Recreation

School

Lunch

Adult
Education
Totals

2018

2017

2017

\$

39,308

ASSETS Cash and cash equivalents **Due from other governments** Notes
receivable

Inventory Interfund loans receivable

228

12,523

184,881

303,268

39,536

197,404

303,268

13,509

114,959

39,402

337,808

299,152

12,781

190,419

3,311

10,114

13,509

101,534

Total assets

342,576

3,311

10,114

184,881

127,794

668,676

879,562

LIABILITIES AND FUND BALANCES (DEFICIT) Liabilities:

Accounts payable **Unearned revenue** **Accrued wages and benefits** **Interfund loans payable** **Total liabilities**

362

3,892

37,173

59,823

15,915

116,803

8,053

17,099

17,099

4,254

37,173

67,876

37,576

146,879

2,774

29,731

278,706

21,661

332,872

8,415

4,562

4,562

Fund balances (deficit):

Nonspendable

Restricted

Committed

Unassigned Total fund balances (deficit)

325,477

325,477

:

70,501

13,509

105,870

3,311

10,114
13,509
501,848
13,425
(6,985)
521,797
311,933
232,078
13,425
(10,746)
546,690
325,477
3,311
(2,423)
68,078
10,114
119,379
(4,562)
(4,562)
Total liabilities and fund balances (deficit)
342,576
3,311
10,114
184,881
127,794
668,676
879,562

NONMAJOR GOVERNMENTAL FUNDS

PERMANENT FUNDS

Exhibit E-1

TOWN OF MILLINOCKET, MAINE

Combining Balance Sheet Nonmajor Permanent Funds

June 30, 2018

Cemetery Perpetual

Care

Peluso Welfare

Trust

Ministerial

and School Fund

Totals

ASSETS Cash and cash equivalents Investments

2,237 13,307

2,237 39,629

4,312

22,010

Total assets

4,312

15,544

22,010 |

41,866

LIABILITIES AND FUND BALANCES Liabilities:

Interfund loans payable

Total liabilities

3,800 3,800

3,800 3,800

Fund **balances:**

Nonspendable Restricted

Total fund balances

1,401 2,911 4,312

4,000 11,544 15,544

11,000

7,210 18,210

16,401 21,665 38,066

Total liabilities and fund balances

\$

4,312

15,544

22,010

41,866

75

ANGUS S. KING, JR.

MAINE

133 HART SENATE OFFICE BUILDING

(202) 224-5344 Website: <http://www.king.senate.gov>

COMMITTEES: ARMED SERVICES

BUDGET ENERGY AND **NATURAL RESOURCES**

INTELLIGENCE RULES AND ADMINISTRATION

United States Senate

WASHINGTON, DC 20510

January 3, 2019

Dear Friends,

As I travel Maine, I hear from people who live in every corner of our state. I hear about their achievements, their successes, their work to improve their communities - I hear about the hope they **have for our state. I also hear** about our challenges, and all the work we have left to do. As I see it, that's my job: to listen to you, act where I can to build on what's good, and work on the tough **parts. As 2018 comes to a** close, I wanted to take a moment to share an update on some of the work we're doing in Washington to lift up the accomplishments of Maine people and make progress on the challenges they **face.**

From Portland to Presque Isle, from Milo to Camden, I hear about the pain that the opioid epidemic is **inflicting on Maine communities.** I've met with Maine people **in recovery, family members of those** struggling with **substance use disorders, treatment providers, and law enforcement officials to learn** about their experiences with **this terrible disease, and everyone agrees that in order to fully respond to these problems, we need a stronger federal effort to end the opioid epidemic. Fortunately,** some help is on the way - in October, we overwhelmingly passed a sweeping, bipartisan opioids bill. I've pushed hard for this type of legislation **and was proud to have provisions I've advocated** for included in the bill. These priorities have been guided by the voices of Maine people, and we'll keep **working to confront this tragic problem.**

I've also worked to strengthen the future of our forest economy. Maine's forests have powered our state's economy for generations, especially in our rural communities. So, when rapid shifts in the market led to the closure of many pulp and paper mills and biomass power plants, it required a collaborative approach to support future

growth in this important industry. That's why, together with the other members of the state's Congressional delegation, I pushed to establish the Economic Development Assessment Team (EDAT). This integrated, multiagency effort aims to foster innovation and commercialization in Maine's forest economy, and we're already seeing the benefits: in recent months, several forest industry businesses have announced significant investments into Maine operations, and in September 2018, the Forest Opportunity Roadmap (FOR)/Maine released an action plan to make sure this industry, and the rural communities it supports, can continue to thrive for generations to come.

As I close this letter, please allow me to express my gratitude to each of you - for your dedication to our state, and to one another. It's often said that Maine is like a big small town (with very long streets) that's because at our heart, we're one big community. It's not only a pleasure to serve you, it's a pleasure to know you. Thank you for being the reason Maine is so special. Mary and I hope that 2019 will be a good year for you, your family, your community, and our great State.

Best,
1
thent
lig

Angus S. King United States Senator

AUGUSTA 4 Gabriel Drive, Suite F1 Augusta, ME 04330

(207) 622-8292

BANGOR 202 Harlow Street, Suite 20350

Bangor, ME 04401

(207) 945-8000

PRESQUE ISLE 169 Academy Street, Suite A Presque Isle, ME 04769

(207)764-5124

SCARBOROUGH 383 US Route 1, Suite 10 Scarborough, ME 04074

(207) 883-1598

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129th
Legislature
Senate of
Maine
Senate
District 5

*Senator James
Dill*

3 State House Station Augusta, ME 04333-0003

(207) 287-1515 James.Dill@legislature.maine.gov

*Chair, Agriculture, Conservation and Forestry
Committee*

*Chair, Inland Fisheries and Wildlife
Committee*

**Dear Friends and Residents of
Millinocket,**

Thank you for the opportunity to serve as your State Senator. It is my honor to represent you and **our community in Augusta. I promise to continue working to make sure your voices are heard at the State House.**

This legislative session is shaping up to be a busy one. I have been appointed to chair the **Legislature's Agriculture, Conservation and Forestry Committee and the Inland Fisheries and Wildlife Committee. Currently, my priorities on these committees are to carry out the laws and mandates for each department from the 128th Legislature that have not yet been implemented. I look forward to supporting and investing**

in Maine's rich outdoor traditions and industries through these roles.

Over the past few months I have heard from many constituents about the need to support the forest products industry in Maine. I am submitting and sponsoring several pieces of legislation to support various aspects of the industry, and plan to work with Republicans and Democrats alike to stand up for working people and Maine businesses.

If you have any ideas for legislation or concerns you need to share, I am always available to listen. Please feel free to call or email me anytime. This will be a contentious session, and I'm sure there may be times where we don't agree, but I want you to know I always welcome a fair and open discussion.

I can be reached on my cell (207) 949-2155 or at the State House at (207) 287-1515. Please feel free to email me at any time at James.Dill@Legislature.Maine.gov. I also encourage you to sign up for my mailing list to receive regular updates. You may do so at www.mainesenate.org

I look forward to working with you in 2019!

**Sinc
erely,**

**Senátor Jim
Dill District 5**

*Fax: (207) 287-1585 * ITY (207) 287-1583 * Message Service 1-800-423-6900 - Website: [legislature, maine.gov/senate](http://legislature.maine.gov/senate)*

TOWN OF MILLINOCKET
TOWN CLERK 197 PENOBSCOT AVENUE
MILLINOCKET, ME 04462

FY 18/19 ANNUAL REPORT

Of the Town Clerk

An
d

Registrar of Voters

**Diana M.
Lakeman**

Town
Clerk

DIRECTORY OF COMMITTEES AND COMMISSIONS July 1, 2018 - June 30, 2019

TOWN COUNCILORS Joseph E. Clark *Term Ended 11/2018 447-1158 Steve Golieb

385-8008 **Randy D. Jackson**

249-5786 Cody McEwen

731-8023 Michael Madore
723-8937 Louis Pelletier
723-5460 Charles Pray
731-4017 Gilda Stratton
723-1029

SCHOOL BOARD Richard W. Angotti Jr **Jeffrey Gordon** Kevin Gregory **Michael Jewers Warren Steward**
723-5947 447-6888 723-5178 723-4193 723-5491

CEMETERY COMMITTEE Linda Campbell Francis Megno Joel Neal Sr. **James Nyman** David Manzo
723-5524 723-8238 723-9049 723-5559 723-9695

BOARD OF ASSESSMENT REVIEW **Charles Cirame** Amy Cyr George Martin
Randy D Jackson *Resigned 11/2018
723-8700 447-0780 723-4078 249-5786

PERSONNEL APPEALS BOARD Lisa Arsenault Anthony Filauro Esther Gass
723-9586 723-9401 723-6206

PLANNING BOARD Albert Berube **Charles Cirame** Jon Crawford **Avern Danforth**
Anthony Filauro (chair) Tom Malcolm Susan Walsh
723-8490 723-8700 723-4836 723-9536 723-9401 723-4193 723-5573

BOARD OF APPEALS Charles Cirame **Michael Jewers Terrance Leavitt**
George Martin Jr. Michael Wallace
723-8700 723-9627 723-4740 723-4078

RECREATION COMMISSION Debbie Levesque Thomas Malcolm Jane Danforth
Richard Rideout Ian Shearer (alternate) Robin Stevens Warren Steward
723-9659 723-4193 723-5773 723-8497 723-6399 723-5465 723-5491

911

EMERGENCY FIRE CHIEF - Thomas Malcolm Steve Kenyon *Retired 4/2019
(NON EMERGENCY)

723-7026

POLICE CHIEF - Craig Worster Steve Kenyon *Retired 4/2019 (NON EMERGENCY)

723-7019

Animal Control Officer - Lorri Haskeli

723-9731

CoDE ENFORCEMENT- Richard W. Angotti 723-7005 Michael Noble *Resigned 1/2019

723-7000

TOWN MANAGER - Harold J. Davis, Jr

TOWN FAX

723-7002

723-7005

TAX ASSESSOR - Lorna Thompson Michael Noble *Resigned 1/2019

TOWN CLERK - Diana M. Lakeman

723-7007

723-7006

TAX COLLECTOR - Jesse O. Dumais

PUBLIC WORKS DIRECTOR - Ralph Soucier 723-7030

RECREATION DIRECTOR- Jody Nelson

746-3553

SOLID WASTE DIRECTOR-Ralph Soucier

723-7037

WASTEWATER DIRECTOR-James Charette 723-7040

723-7000

GENERAL ASSISTANCE- Lori Santerre

723-6649

AIRPORT FIXED BASE OPERATOR Jeffrey Campbell

723-6400

SUPERINTENDENT OF SCHOOLS Frank Boynton

TREASURER - Mary Alice Cullen
723-7000

DIRECTORY OF MUNICIPAL OFFICERS AND OFFICIALS

SEALER OF WEIGHTS & MEASURES State of Maine

*Term Ended

TOWN COUNCIL Joseph E Clark Steve Golieb **Randy D Jackson** Cody McEwen **Michael Madore** Louis Pelletier **Charles Pray Gilda Stratton**

2016-2018 2018-2021 2018-2021 2016-2019 2017-2020 2017-2020 2016-2019
2017-2020

GENERAL ASSISTANCE DIRECTOR Lori Santerre
1997-Indef.

BOARD OF APPEALS Michael Wallace Michael Jewers Charles Cirame Terrance
Leavitt George Martin Jr.

2016-2019 2019-2022 2019-2022 2019-2022 2016-2019

SCHOOL BOARD Jeffrey Gordon Kevin Gregory Michael Jewers Margaret Manzo
Warren Steward

2016-2019 2018-2020 2016-2019 2014-2017 2018-2021

CEMETERY COMMITTEE Joel Neal Sr. James Nyman Linda Campbell Francis
Megno David Manzo

TOWN MANAGER Harold Davis Jr.

2017-2022 2017-2022 2017-2022 2017-2022 2016-2021
2015-Indef

TREASURER Mary Alice Cullen
2015-Indef.

SUPERINTENDENT OF SCHOOLS Frank Boynton

BOARD OF ASSESSMENT REVIEW Charles Cirame Randy D. Jackson

*Resigned 11/18 **George Martin Jr.** Amy Cyr

2018-2021 2018-2021 2019-2021 2019-2021
2014-Indef.

PERSONNEL APPEALS BOARD Lisa Arsenault Anthony Filauro Esther Gass

ASSESSOR Michael Noble #Resigned 1/2019 Lorna Thompson

2016-2019 2016-2019 2016-2019
2002-Indef. **2019-Indef.**

FIRE CHIEF Steve Kenyon "Retired 4/2019 Thomas Malcolm
2014-2019 2019-Indef.

PLANNING BOARD Albert Berube Charles Cirame Jon Crawford Avern Danforth
Anthony Filauro (Chair) Thomas Malcom Susan Walsh

POLICE CHIEF Steve Kenyon "Retired 4/2019 Craig Worster
2016-2021 2019-2024 2015-2020 2015-2020 2019-2024 2016-2021 2015-2020
2013-2019 2019-Indef.

TAX COLLECTOR Jesse O. Dumais
2017-Indef.

RECREATION COMMISSION Debbie Levesque Jane Danforth Thomas Malcolm
Richard Rideout **Warren Steward**

TOWN CLERK Diana M. Lakeman (Campbell 17-18)
2018-2021 2019-2022 2018-2021 2018-2021 2018-2021
2017-Indef.

CODE ENFORCEMENT OFFICER Michael Noble Resigned 1/2019 Richard
W. Angotti Jr.

2018-2019 2019-2020
Robin Stevens Ian Shearer Josh McNaughton (Alternate)
2016-2019 **2018-2021 2018-2021**

DOG CONSTABLE Lorri Haskell

PLUMBING INSPECTOR Michael Noble *Resigned 1/19

2014-Indef.
2017-2019

ELECTRICAL INSPECTOR Jon Crawford

REGISTRAR OF VOTERS Diana M. Lakeman (Campbell 2017-2018)

1996-Indef.
2019-2021

HEALTH OFFICER Michael Noble Resigned 1/2019 Thomas Malcolm
2017-2019 2019-2022

MILK INSPECTOR Patrick Welch
1969-Indef.

PUBLIC WORKS DIRECTOR Ralph Soucier
2011-Indef.

RECREATION DIRECTOR Jody Nelson
2016-Indef.

WASTEWATER DIRECTOR
James Charette
2001-Indef.

PERSONNEL DIRECTOR Lori Santerre
1997-Indef.

REPORT OF THE TOWN CLERK

The following Vital Records were recorded during
Fiscal Year 2018/2019:

TAVO
Da

BIRTHS TO MILLINOCKET RESIDENTS: 29

In Bangor:
28 In
Millinocket: 0
In Houlton: 1

DEATHS: 95

Residents in Millinocket:
56 **Residents in**
Bangor: 14 Residents in
Brewer: 1 Residents in

Brunswick: 1 Residents
in Calais: 1 Residents in
Dixfield: 1 Residents in
Orono: 1 Residents in
Portland: 1 Residents in
Skowhegan: 1

Non-Residents in

Millinocket: **Greensboro**:

1 East Millinocket: Lincoln:

Medway: **Sherman**:

Swanville: Winchendon:

OORN

Non-Residents in Millinocket: 22
Non-Residents in Indian Purchase
Twp: 2

MARRIAGES:

46

Residents in Millinocket:

10 Residents in Bangor:

1

Residents in Belfast: 1

Residents in Benedicta: 1

Residents in East Millinocket:

1 Residents in Lincoln: 2

Residents in Medway: 2

Residents in Orono: Residents

in T3 Indian Purchase: 2

Residents in T4 Indian Purchase:

1

DOG

LICENSES: 696

Dogs:

689

Kennel(s)

: 1

Service

: 6

Dangerou

s:1

MISCELLANEOUS LICENSES: 57

Victualer's: 26

Entertainment:

13 3-Day

Peddlers: 3

90-Day

Peddlers: 15

**License and Registration totals for each
month: FY18/19**

GAME LICENSES BOAT REGS ATV REGS

SNOWMOBILE

1

6

3

5

0 000

23

22

238

J

uly

August

Septemb

er

October

Novembe

r

Decembe

r January

February

March April

May June

Totals

138 200 104

74

1

7

29

3

41

20 572

331 194 758

45

56

18

8

Respectfully
submitted,

Diana M. Lakeman

Diana M.
Lakeman Town
Clerk

REPORT OF THE REGISTRAR OF VOTERS

Voter enrollments were accepted during regular business hours as well as when the polls were open. Two elections were held during FY18/19. The School Budget Validation Referendum Election and Primary Election was held June 12, 2018, the General/Referendum Election was held on November 6, 2018. The breakdown as of June 30, 2019 of the total number of Registered Voters for the Town of Millinocket and the Unorganized Territories is as follows:

RESIDENTS

OF:

TOWN OF MILLINOCKET

UNORGANIZED
TOWNSHIPS

113
3
788

91
75

Democratic Party
Republican
Party Green
Independent
Un-enrolled
Voters

8
6
114
4

Total Registered
Voters

315
1

28
8

Respectfully
submitted,
Ileaia M Lakeman
Diana M.
Lakeman
Town Clerk

COMMITTED: COLLECTED:

\$5,310,142.50

\$5,069,327.88

UNCOLLECTED BALANCE -

REAL ESTATE PERSONAL PROP.

\$240,814.62 \$232,889.90

7,924.72

% OF TOTAL TAXES COLLECTED -

96%

SUPPLEMENTAL TOTAL -

REAL ESTATE PERSONAL PROP.

\$10,845.80 \$9,578.30 \$1,267.50

TAXES COLLECTED FOR MOTOR VEHICLE AND BOAT EXCISE TAX

MOTOR VEHICLE \$800,599.02 BOATS

\$6,881.60 TOTAL -

\$807,480.62

ABATEMENT TOTALS -

REAL ESTATE

PERSONAL PROP. COST AND INTEREST COLLECTED:

\$21,585.81 \$17,851.56

\$3,734.25 \$63,717.42

RESPECTFULLY SUBMITTED BY:

TAX COLLECTOR

JESSE O. DUMAIS

2019 UNPAID REAL ESTATE TAX LIENS AS OF 6/30/2019

ADAMS, JEFFREY M.

789.31 AFRIDI, ASAD KHAN

864.17 ALLEN, SANDRA L.

420.34 ARROW TRUST, V. ZAHARIEVA 1,289.45 * AULETTA, RAYMOND

548.86 * **BAKER, DARIA**

1,616.10 **BAKER, RUSSELL V, JR.**

156.00 **BARNETT, LYNN**

694.04 **BEACH, JEFFREY S.**

1,605.89 BERUBE, ISAAC

687.25 **BLUE BIRCH PROPERTIES, LLC** 738.28 **BLUE BIRCH PROPERTIES, LLC**

1,360.71 **BODDY, RICHARD G**

2,123.04 **BOUCHARD, LAWRENCE**

1,119.34 **BOUCHARD, RONALD**

1,193.59 **BOYINGTON, WILLIAM R.** 1,289.46 **BOYNTON, DAWN**

964.26 **BoZEMAN, JIMMIE M.**

1,017.27 **BROSNAN, TERENCE B.**

1,095.53 **BURKE, WILLIAM IN**

437.59 **CAMERON, CATHERINE HEIRS** 1,541.23 **CARR, VALERIE A.**

506.91 **CHARETTE, GARY M.**

762.09 **CHARETTE, DAVID R.**

908.40 **CLARK, SHAYLAT.**

1,687.54 **COMBS, WILLIAM E.**

591.97 **COLEMAN, SUSAN E.**

708.50 **COTE, WAYNE A.**

493.30 **CULLEN HOLDINGS, LLC**

2,271.66 **CUMMINGS, JUSTIN S.**

1,827.03 **CYR, HOLLIEM**

1,037.69 **CYR, RUTH**

1,578.66 **GC TRUST**

1,673.94 **GELINAS, RONALD G.**

907.14 **GHIGLIERI, NATE**

973.83 **GIRSA, EDWARD P.**

620.58 * **GLIDDEN, JON**

2,687.85 **GOODWIN, JACOB**

2,123.05 **GOULET, JENNIFER J.**

816.53 GRAY, RICHARD ALLEN

1,086.60 * **GUREWICZ, EUGENE A.**

1,224.81 HALL, JAMES A, JR.

949.22 **HARDING, DONNA E.**

391.24 HARTLEY, CLINTON R.

429.00 **HARTLEY, JASON C.**

700.85 HARTLEY, MADELINE M.

894.79 HARVILLE, THOMAS

1,762.40 **HASKELL, LAWRENCE J.**

523.66 HELM-CLARK, CATHERINE M. 3,432.97 **HERSEY, KRIS**

792.71

D'ANGELO, MARK S. DARNEILLE, SUSAN A. **DEROSA, DAVID P.** DIBONA,
MICHAEL **DIFREDERICO**, LOUIS R. DREW, MICHAEL J. **DUVAL, HELENE M.**

DUVAL, ROBERT DUVAL, ROBERT DUVAL, ROBERT DUVAL, ROBERT DUVAL,

ROBERT ELKINS, DOUGLAS W. EURICH, WC LLC **FAULKNER, CAREY JO**

FAUTECK, SAMUEL FED. NAT. MORT. ASSOC. FERLAND, MELVIN F. **FERLAND,**

WAYNE FERLAND, WAYNE FORTINE, KEVIN FRANK W. RUSH & SONS, INC FRANK

W. RUSH & SONS, INC **FREEMAN, ELIZABETH FREEMAN, ELIZABETH FROST,**

WILLIAM P. GNP HOLDING 2 LLC GNP HOLDING 2 LLC GNP HOLDING 2 LLC GNP

HOLDING 2 LLC GNP HOLDING 2 LLC **GNP HOLDING 2 LLC GNP HOLDING 2 LLC**

GNP HOLDING 2 LLC GNP HOLDING 2 LLC GNP HOLDING 2 LLC GNP HOLDING 2

LLC **GNP WEST INC GNP WEST INC** GNP WEST INC **GNP WEST INC** GNP

WEST INC **GNP WEST INC** GNP WEST INC GNP WEST INC **GNP WEST INC**

GNP WEST INC **GNP WEST INC** GNP WEST INC **M&L PROPERTIES LLC**

1,833.85

781.71 *

853.96 1,149.77 1,059.69

296.85 * **571.56 540.94 724.67** 690.64 1,544.65 1,806.62

216.56 * 1,350.71

615.79 * 717.86 800.86 3,241.11 1,857.66 1,711.36 1,313.28 2,099.22 510.30

159.87 * 1,282.65 603.54 850.55

95.23 1,007.07

316.38 302.77 166.68 **224.52** 200.70 **479.70 1,272.45**

452.48 7,903.71

98.62 3,381.93 **261.94 156.46** 153.06 115.63 **159.87**

95.22 **364.01** 35,272.53

1,075.11 1,360.91

**2019 UNPAID PERSONAL PROPERTY TAXES AS OF 6/30/2019 OVER
\$10.00**

AIRPORT CABINS

19.50 AUTOMATIC VENDING & GAME 113.75 CENTRAL ST. MARKET INC. 100.00
CONOPCO, INC

19.50 DUVAL, ROBERT

32.50 ED CYR & SON INC.

81.25 FERLAND, WAYNE

146.25 GERALD PELLETIER, INC

284.37 IGT GLOBAL SOLUTIONS CORP 29.25 K&M MOTORS, INC.

1,826.50 KATAHDIN SERVICES, LLC

711.75 LAMSON REALTY, LLC

2,414.75 LEVASSEUR'S HARDWARE 243.75 PELLETIER, GEORGE

438.75 THREE RIVERS HOLDINGS, LLC 1,452.75

*** INDICATES PAID AFTER 6/30/2019**

MILLINOCKET POLICE DEPARTMENT

197 PENOBSCOT

AVENUE

MILLINOCKET, MAINE 04462 FY

2018-19 Annual Report

Chief Craig

Worster

During fiscal year 2019 (July 1, 2018 thru June 30, 2019) the Millinocket Police Department handled 4624 incidents, made 363 adult **arrests or summons issued, 12 warrant arrests, and made 16 juvenile arrests.** The department also handled 96 reportable motor vehicle traffic accidents and as part of our community service **we were involved with 157 ambulance and fire call assists, 251 agency assists, 113 citizen assists, 132 welfare checks, and 1180 property checks.**

Some of the more common complaints that were handled this year were:

- **Suspicious persons/circumstances - 84**

OUI -
5

- **Harassment - 44**

Mental Problem - 32

Fraud complaints - 48

Thefts - 39

Erratic Vehicle Complaint-62

Parking Problems -
38

- **Trespassing --
29**

Civil Disputes -

58 Disorderly Conduct - 72

Simple Assaults - 27

Noise Problem - 48

Suicide Attempts/Threats -

19 Family Fight - 31

Burglary -

11 Juvenile Problem -44

Medical Assist -

157 . Criminal Mischief - 50

Town Ordinance

issued - 11 Traffic

citations issued - 51

**Traffic warnings issued
- 425**

During this fiscal year our **Animal Control Officer (ACO)** responded to **175 animal calls** issuing a number of **summons** for dogs on the loose, failure to register dogs, barking dogs and keeping a dangerous dog. This year was another busy year for dog bite issues with 10 dog bites this year. Dog bites place a significant burden on the ACO as these animals have to be quarantined until it is determined there is no chance of the animal having rabies and prosecution may involve euthanizing the animal.

I instructed DARE at the Granite Street School fifth grade class from January to May and graduated 36 students from the 2019 Dare program.

**Grants applied for and received
were:**

- 2018 Fall ATV Grant - \$3,000.00
- 2019 Spring/Summer ATV Grant - \$3,000.00
- Byrne Jag Grant - \$1000.00
- Enforcing Underage Drinking Laws - \$1,500.00 to be spent in FY 2020
- Digital Speed reporting sign - \$3,500.00.

Respectfully
Submitted,

Chief Craig
Worster

TOWN OF MILLINOCKET PUBLIC WORKS DEPARTMENT
20 Cedar Street
Millinocket, Maine

Tel. (207)723-7030 Fax (207)723-7029 E-Mail:

2018_2019

To the Citizens of Millinocket:

I would like to thank the citizens of Millinocket for their cooperation while the departments worked to serve their needs. I recognize the inconvenience we create in the roadway while doing line painting, storm drain repair, and sewer line repair work. We truly try to **minimize any** confusion. Please consider our safety when driving by our work zones. Several MDOT workers are struck and killed each year by vehicles on the highways in Maine.

The Public Works Department was kept busy this year with mowing and trimming roadside, parks, and many other areas around town including the Airport. The department also repaired **many deteriorated storm drain basins**, flushed sewer lines, replaced culverts, and kept up with equipment maintenance.

The Solid Waste and Recycling Facility crew were very busy with the residence separating out of their trash recyclables and other special waste items. Thank you for participating in recycling because this truly does reduce the disposal costs by keeping them out of the trash stream. A new facility has started up in Hampden Maine called **Coastal Resources** of Maine which has new technology that recycles all of the trash stream that goes in the compactor trailers. Our transfer station has separate piles for tires, shingles, metals, and white goods to be recycled as well by other vendors. Please visit the Coastal Resources of Maine Web Site so you can see the process that occurs with our waste stream. It is new technology that can reuse items in the trash **stream and market them, instead** of incinerating and then hauling what is left over to the landfill,

The Town's Cemetery was busy this past season with approximately 80 burials. Revenue has been strong and balances out the operating costs. We were able to apply Weed Control and Fertilizer this past spring which has make a big difference in the grass appearance.

We applied for an Airport FAA grant, and are successful to purchase new snow removal equipment. Our existing equipment was purchased

back in 1994.

I would like to thank all of the **members of my four departments**, for the job they do all year long working together. Without them, this work would not be completed for our community.

For further information please refer to the Town's Web Site at www.millinocket.org Respectfully,

Ralph Soucier, Director of Public Works

R.T. Samas

Assessor's Annual Report
FY19

**REAL ESTATE
VALUATION**

Land

\$
35,572,40
0 \$
85,382.00
0

Buildings/Improvements

Total Real Estate
Valuation

\$120,954,
400

**PERSONAL PROPERTY
VALUATION** Machinery and
Equipment

	\$35,86	
9,200 Business Equipment		
	\$	
	1,978,10	
	0	
All		
Other	\$_4587	
300 Total Personal Property		
		\$
		42,434,6
		00

**TOTAL TAXABLE
VALUATION**

\$163,389,000 Town

Tax Rate : \$32.50 per thousand Total Tax for Commitment:

\$5,310,142 Total Number of Homestead Exemptions Granted:

1,283 Taxes assessed for Fiscal Year 2019 (July 1, 2018 through June 30, 2019) were based on April 1, 2018. **Total amount to be raised** includes \$226,902 for County Taxes.

Are you eligible for an Exemption? Homestead

Exemption: If you have owned your home for more than a year and it is your **primary residence, you may qualify.**

Veteran's Exemption: If you served during a federally recognized war period and have reached the **age of 62 or if you are receiving 100% service-connected disability, you may qualify.**

Blind Exemption: If you have been deemed legally blind by

your doctor, you may qualify.

Note: Taxpayers must complete an application for each exemption. All applications must be received by April first to qualify for the tax bill that is mailed the following August. Veteran's applications must include a copy of your DD214 and blind applications must have a letter from your licensed doctor certifying that you are legally blind.