

Town of Orono

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Review of
FY19 Audited Financial Statements

Audit Background

- 30-A M.R.S.A § 5823 Requires All Municipalities to Complete Annual Postaudit of Financial Statements by a Certified Public Accountant
- Council engaged Runyon Kersteen Ouellette of South Portland

Audit Background

Management works with Auditor to facilitate the audit process and has a role in the creating portions of the audit document; however, the auditor works for the Town Council.

Audit Components

- Independent Auditor's Report
- Management Discussion & Analysis
- Basic Financial Statements & Related Notes
- Required Supplementary Information
- Combined & Individual Fund Financial Statements

Independent Auditor's Report

- Audit covers general fund and business-type activities for year ending 6/30/19
- Management is responsible for the preparation and presentation of the financial statements
- Auditor is responsible to express opinions on the financial statements based upon their audit

Reporting Funds

- Governmental Fund
- Business-type Activities (WPCF)
- Special Funds (TIF, Special Revenues, Grants)

Statement of Net Position

Presents information on all of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them reported as *net position*.

Net Position

Governmental Net Position Increased by
\$1,293,575 to \$12,935,598 (+3% from FY18)

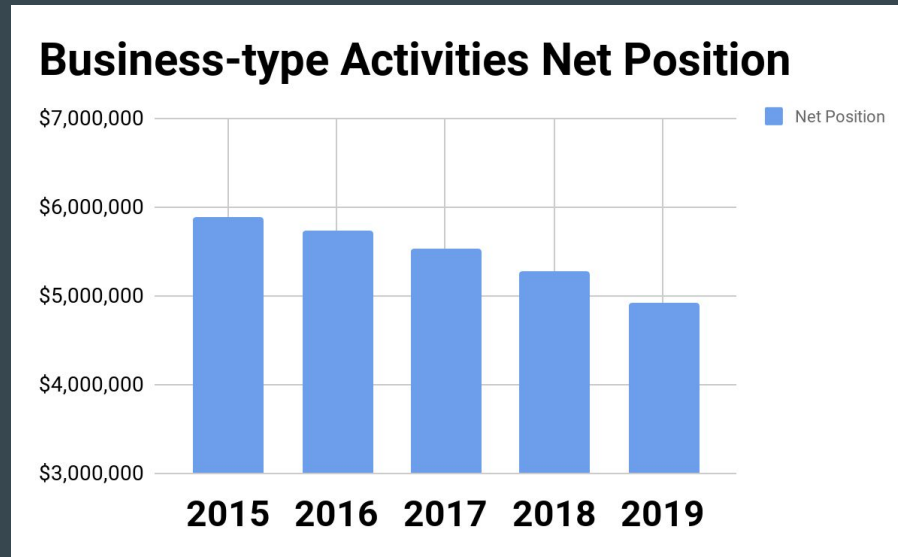


Governmental Activities

- Net Position
 - Net Investment in Capital Assets \$ 6,840,227
 - Restricted \$ 1,643,491
 - Unrestricted \$ 4,451,880
 - Total \$12,935,598

Net Position

Business-type Activities Net Position Decreased by \$360,435 to \$4,922,191 (-4.8% from FY18)



Business-type Activity (WPCF)

- Net Position
 - Net Investment in Capital Assets \$2,765,761
 - Unrestricted \$2,156,430
 - Total \$4,922,191

WPCF (Business-type Activity)

- Operating Revenue \$1,490,571
- Operating Expenses \$1,513,983
- Nonoperating Revenue (Expense) (\$198,198)
- Transfer Out (\$138,825)

Net Position

Total Change in Net Position = \$933,140

37% of Town's Net Position is available to be used to meet the Town's ongoing obligations to its citizens and creditors.

General Fund Activities (Budgetary Basis)

- Total Revenues Collected = \$17,242,416
 - Up 3.4% from FY18
 - Exceeded Budget by \$258,034 (or 1.57%)
- Total Expenditures Made = \$16,619,433
 - Under Budget by \$1,676,022 (or 9.2%)
 - \$893,608 FY19 Projects in Progress

Property Tax Collection

- Total Property Tax Assessed in FY19 = \$13,216,365
- Total Uncollected \$ 264,670
- Collection Rate 97.99%

Fund Balance

● Non-Spendable	\$ 14,295
● Restricted	\$1,643,491
● Assigned	\$4,520,229
● Unassigned	<u>\$2,028,471</u>
TOTAL	\$8,206,486

Restricted Fund Balance

- Tax Increment Financing Program Development Funds
 - Six TIF Districts
 - \$999,171 (Decrease of \$73,947 or 6.9%)
- Other Funds
 - Grants, Cemetery Perpetual Care, Public Library, & Library Construction
 - \$644,320 (Increase of \$32,665 or 5.3%)

Assigned Fund Balance

- Assigned by Town Council for Future Use
- \$4,520,229 (Increase of \$2,695,069 or 148%)
- \$1,991,994 or 73.9% of Increase Re-Assignment of Funds Received for Economic Development GOB Debt
- Remainder of Increase Due to Council Rebalancing of Fund Balance in FY19