

**2021 TOWN
REPORT
PITTSFIELD
MAINE**



INDEPENDENT AUDITOR'S REPORT

Town Council
Town of Pittsfield
Pittsfield, Maine

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Pittsfield, Maine, as of and for the year ended December 31, 2021 and the related notes to the financial statements, which collectively comprise the Town of Pittsfield, Maine's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Pittsfield, Maine as of December 31, 2021 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Pittsfield, Maine and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Pittsfield, Maine's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal controls relevant to the audit 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 Town of Pittsfield, Maine internal control. Accordingly, not such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise doubt about the Town of Pittsfield, Maine's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and OPEB information on pages 5 through 20 and 77 through 83 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Pittsfield, Maine's basic financial statements. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues, Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements and capital asset schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues, Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements and capital asset schedules 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 June 30, 2022, on our consideration of the Town of Pittsfield, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Town of Pittsfield, 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 Pittsfield, Maine's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
June 30, 2022

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

(UNAUDITED)

The following management's discussion and analysis of Town of Pittsfield, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended December 31, 2021. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

The Town of Pittsfield's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedules and pension and OPEB information and other supplementary information which includes combining and other schedules.

Basic Financial Statements

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the Town's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regard to the Town's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position - this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities - this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above-mentioned financial statements have separate columns for the two different types of Town activities. The types of activities presented for the Town of Pittsfield are:

- *Governmental activities* - The activities in this section are mostly supported by taxes and intergovernmental revenues (federal and state grants). Most of the Town's basic services are reported in governmental activities, which include general government, public safety, public works, public services, education and unclassified.
- *Business-type activities* - These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. These activities for the Town of Pittsfield include a sewer department and a water department.

Fund Financial Statements

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

Governmental funds: Most of the basic services provided by the Town are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach, revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the Town's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the Town.

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

The Town of Pittsfield presents three columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund and the economic development revolving loan fund. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the Town legally adopted a budget. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

Proprietary Funds: The Town of Pittsfield maintains two proprietary funds, the sewer department and water department. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Cash Flows - Proprietary Funds.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions - Pension, Schedule of Changes in Net OPEB Liability, Schedule of Changes in Net OPEB Liability and Related Ratios, Schedule of Contributions - OPEB and Notes to Required Supplementary Information.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regard to nonmajor funds, capital asset activity and other detailed budgetary information for the general fund.

Government-Wide Financial Analysis

Our analysis below focuses on the net position and changes in net position of the Town's governmental activities. The Town's total net position for the governmental funds is \$12,882,120 at the end of the year. For the business-type activities (water and sewer enterprise funds) the total net position is \$6,287,057 at the end of the year. In total, the net position is \$19,169,177, which is an increase of \$1,126,572 from fiscal year 2020. Most of this increase was due to an increase in grants and contributions not restricted to specific programs and decreases in unclassified and capital outlay expenses.

The largest portion of the Town of Pittsfield's net position of \$5,553,326 or 43.11% for governmental and \$3,644,084 or 57.96% for business-type, reflects its net investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The Town of Pittsfield uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Town of Pittsfield's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Town's governmental activities net position of \$2,791,016 or 21.67% for governmental activities and \$2,476,936 or 39.40% for business-type activities, represents resources that are subject to external restrictions on how they may be used. Unrestricted net position is the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements. The Town's unrestricted net position for governmental activities of \$4,537,778 or 35.22% and \$166,037 or 2.64% for business-type activities may be used to meet the Town's ongoing obligations to citizens and creditors.

At the end of the current fiscal year the Town of Pittsfield is able to report positive balances in all categories of net position, both for the governmental and business-type activities.

STATEMENT C

TOWN OF PITTSFIELD, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	General Fund	Economic Development Revolving Loan	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 5,118,095	\$ 252,573	\$ 846,166	\$ 6,216,834
Investments	1,166,492	-	1,397,971	2,564,463
Accounts receivable (net of allowance for uncollectibles):				
Taxes	590,760	-	-	590,760
Liens	138,159	-	-	138,159
Due from other governments	-	-	51,961	51,961
Other	166,091	-	5,430	171,521
Due from other funds	159,832	-	401,144	560,976
TOTAL ASSETS	\$ 7,339,429	\$ 252,573	\$ 2,702,672	\$ 10,294,674
LIABILITIES				
Accounts payable	\$ 203,235	\$ -	\$ 21,328	\$ 224,563
Accrued expenses	6,539	-	-	6,539
Tax acquired properties	3,303	-	-	3,303
Due to other funds	1,608,893	10,135	149,697	1,768,725
TOTAL LIABILITIES	1,821,970	10,135	171,025	2,003,130
DEFERRED INFLOWS OF RESOURCES				
Prepaid taxes	6,485	-	-	6,485
Deferred tax revenues	648,772	-	-	648,772
TOTAL DEFERRED INFLOWS OF RESOURCES	655,257	-	-	655,257
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	202,403	242,438	2,346,175	2,791,016
Committed	2,202,840	-	65,455	2,268,295
Assigned	150,000	-	120,773	270,773
Unassigned	2,306,959	-	(756)	2,306,203
TOTAL FUND BALANCES	4,862,202	242,438	2,531,647	7,636,287
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 7,339,429	\$ 252,573	\$ 2,702,672	\$ 10,294,674

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
DECEMBER 31, 2021

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 7,636,287
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, net of accumulated depreciation	6,753,857
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	174,419
Deferred outflows of resources related to OPEB are not financial resources and therefore are not reported in the funds	79,936
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	648,772
Long-term obligations are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(1,200,200)
Notes from direct borrowings payable	(353,925)
Accrued compensated absences	(215,936)
Net pension liability	(23,914)
Net OPEB liability	(258,184)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	(327,588)
Deferred inflows of resources related to OPEB are not financial resources and therefore are not reported in the funds	<u>(31,404)</u>
Net position of governmental activities	<u>\$ 12,882,120</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, 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 DECEMBER 31, 2021

Net change in fund balances - total governmental funds (Statement E)	<u>\$ 808,640</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:	
Capital asset acquisitions	643,203
Depreciation expense	<u>(536,677)</u>
	<u>106,526</u>
Revenues in the Statement of Activities that do not provide current financial resources are not reported:	
Taxes and liens receivable	<u>156,002</u>
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds:	
Pension	93,066
OPEB	<u>5,210</u>
	<u>98,276</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Position	
	<u>298,038</u>
Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds:	
Pension	(325,005)
OPEB	<u>5,234</u>
	<u>(319,771)</u>
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:	
Accrued compensated absences	(56,914)
Net pension liability	211,001
Net OPEB liability	<u>(31,571)</u>
	<u>122,516</u>
Change in net position of governmental activities (Statement B)	<u>\$ 1,270,227</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, MAINE

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
DECEMBER 31, 2021

	Enterprise Funds		Total
	Sewer Department	Water Department	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 141,845	\$ 55,913	\$ 197,758
Investments	667,141	262,978	930,119
Accounts receivable (net of allowance for uncollectibles)	162,278	140,699	302,977
Inventory	8,484	68,017	76,501
Due from other funds	942,739	265,010	1,207,749
Total current assets	<u>1,922,487</u>	<u>792,617</u>	<u>2,715,104</u>
Noncurrent assets:			
Capital assets:			
Non-depreciable assets	21,090	113,718	134,808
Buildings, building and land improvements	4,109,201	1,235,660	5,344,861
Machinery, equipment and vehicles	55,498	710,908	766,406
Infrastructure	4,862,016	3,778,479	8,640,495
Total capital assets	<u>9,047,805</u>	<u>5,838,765</u>	<u>14,886,570</u>
Less: accumulated depreciation	<u>(5,715,808)</u>	<u>(2,476,924)</u>	<u>(8,192,732)</u>
Total noncurrent assets	<u>3,331,997</u>	<u>3,361,841</u>	<u>6,693,838</u>
TOTAL ASSETS	\$ 5,254,484	\$ 4,154,458	\$ 9,408,942
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 8,363	\$ 23,397	\$ 31,760
Accrued interest	-	2,646	2,646
Current portion of long-term obligations	127,631	79,451	207,082
Total current liabilities	<u>135,994</u>	<u>105,494</u>	<u>241,488</u>
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Bonds payable	1,775,261	1,092,752	2,868,013
Accrued compensated absences	6,192	6,192	12,384
Total noncurrent liabilities	<u>1,781,453</u>	<u>1,098,944</u>	<u>2,880,397</u>
TOTAL LIABILITIES	1,917,447	1,204,438	3,121,885
NET POSITION			
Net investment in capital assets	1,441,776	2,202,308	3,644,084
Restricted	1,713,652	763,284	2,476,936
Unrestricted	181,609	(15,572)	166,037
TOTAL NET POSITION	<u>3,337,037</u>	<u>2,950,020</u>	<u>6,287,057</u>
TOTAL LIABILITIES AND NET POSITION	\$ 5,254,484	\$ 4,154,458	\$ 9,408,942

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, MAINE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Enterprise Funds		Total
	Sewer Department	Water Department	
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 296,074	\$ 313,821	\$ 609,895
Internal activity - receipts (payments) from/to other funds	12,197	123,684	135,881
Other receipts (payments)	160	2,020	2,180
Payments to employees	(67,889)	(61,295)	(129,184)
Payments to suppliers	(103,185)	(241,986)	(345,171)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	137,357	136,244	273,601
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase) decrease in investments	(107,060)	(42,202)	(149,262)
Investment income, net of unrealized gains/(losses)	-	149	149
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(107,060)	(42,053)	(149,113)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Principal paid on bonds	(102,244)	(121,365)	(223,609)
Interest paid on bonds	(42,208)	(17,825)	(60,033)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(144,452)	(139,190)	(283,642)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(114,155)	(44,999)	(159,154)
CASH AND CASH EQUIVALENTS - JANUARY 1	256,000	100,912	356,912
CASH AND CASH EQUIVALENTS - DECEMBER 31	\$ 141,845	\$ 55,913	\$ 197,758
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (6,300)	\$ (57,889)	\$ (64,189)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	193,662	132,171	325,833
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(59,162)	(70,006)	(129,168)
(Increase) decrease in due from other funds	12,197	123,684	135,881
(Increase) decrease in inventory	(2,395)	(11,021)	(13,416)
Increase (decrease) in accounts payable	(645)	19,742	19,097
Increase (decrease) in accrued interest	-	(437)	(437)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 137,357	\$ 136,244	\$ 273,601

See accompanying independent auditor's report and notes to financial statements.

SCHEDULE B

TOWN OF PITTSFIELD, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
General Government					
Finance	\$ 187,059	\$ -	\$ 187,059	\$ 168,916	\$ 18,143
Administration	107,992	-	107,992	107,709	283
Town clerk	68,924	-	68,924	67,501	1,423
Insurance	64,384	-	64,384	62,963	1,421
Municipal buildings	51,406	-	51,406	48,028	3,378
Assessing	38,975	-	38,975	38,387	588
Codes/building	50,964	-	50,964	44,261	6,703
Community development	111,532	-	111,532	95,333	16,199
Legal	19,000	-	19,000	22,063	(3,063)
Town council	4,529	-	4,529	4,222	307
Elections	4,045	-	4,045	1,011	3,034
	<u>708,810</u>	<u>-</u>	<u>708,810</u>	<u>660,394</u>	<u>48,416</u>
Public Safety					
Police department	810,330	-	810,330	656,165	154,165
Fire department	90,517	-	90,517	74,376	16,141
Street lighting	65,201	-	65,201	53,603	11,598
Communications center	22,570	-	22,570	21,135	1,435
Animal control	16,128	-	16,128	6,926	9,202
	<u>1,004,746</u>	<u>-</u>	<u>1,004,746</u>	<u>812,205</u>	<u>192,541</u>
Public Works					
Transfer station	452,308	-	452,308	413,981	38,327
Highway	844,508	-	844,508	768,472	76,036
Recycling	105,549	-	105,549	82,930	22,619
Airport	26,838	-	26,838	26,700	138
Cemeteries	56,677	-	56,677	56,599	78
Buildings and grounds	12,190	-	12,190	5,623	6,567
	<u>1,498,070</u>	<u>-</u>	<u>1,498,070</u>	<u>1,354,305</u>	<u>143,765</u>
Assessments					
Education	3,333,692	-	3,333,692	3,333,692	-
County tax	570,274	-	570,274	570,274	-
	<u>3,903,966</u>	<u>-</u>	<u>3,903,966</u>	<u>3,903,966</u>	<u>-</u>

SCHEDULE B (CONTINUED)

TOWN OF PITTSFIELD, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	Original Budget	Budget Adjustments	Final Budget	Actual	Variance Positive (Negative)
Public Services					
Library	197,434	-	197,434	187,547	9,887
Theater	8,397	-	8,397	4,788	3,609
Recreation	71,971	-	71,971	61,088	10,883
Social/community services	10,602	-	10,602	7,707	2,895
General assistance	15,130	-	15,130	805	14,325
	<u>303,534</u>	<u>-</u>	<u>303,534</u>	<u>261,935</u>	<u>41,599</u>
Unclassified					
Overlay	82,379	-	82,379	9,457	72,922
KVCOG	5,438	-	5,438	5,214	224
Public fire protection	115,000	-	115,000	115,000	-
Education incentive	2,800	-	2,800	1,751	1,049
Town report	500	-	500	-	500
Employee retirement	43,120	-	43,120	55,917	(12,797)
Coalition	500	-	500	-	500
Additional payroll	27,210	-	27,210	6,013	21,197
Loan expenditures	-	261,076	261,076	261,076	-
Writeoff	-	-	-	20,327	(20,327)
Unclassified	-	-	-	57,777	(57,777)
Contingency	7,000	-	7,000	300	6,700
	<u>283,947</u>	<u>261,076</u>	<u>545,023</u>	<u>532,832</u>	<u>12,191</u>
Debt Service					
Principal	364,249	-	364,249	298,038	66,211
Interest	61,977	-	61,977	61,977	-
	<u>426,226</u>	<u>-</u>	<u>426,226</u>	<u>360,015</u>	<u>66,211</u>
Capital Outlay					
Police station	5,000	-	5,000	-	5,000
Police cruiser	44,980	-	44,980	38,149	6,831
Municipal building capital	5,000	-	5,000	-	5,000
Computer and digital	15,000	-	15,000	2,834	12,166
Highway garage	15,000	-	15,000	-	15,000
Fire station reserve	5,000	-	5,000	-	5,000
	<u>89,980</u>	<u>-</u>	<u>89,980</u>	<u>40,983</u>	<u>48,997</u>
Transfers to Other Funds					
Special revenue funds	252,973	-	252,973	252,973	-
	<u>252,973</u>	<u>-</u>	<u>252,973</u>	<u>252,973</u>	<u>-</u>
Total Departmental Operations	<u>\$ 8,472,252</u>	<u>\$ 261,076</u>	<u>\$ 8,733,328</u>	<u>\$ 8,179,608</u>	<u>\$ 553,720</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, MAINE

SCHEDULE C

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 691,601	\$ 154,565	\$ 846,166
Investments	208,521	1,189,450	1,397,971
Accounts receivable (net of allowance for uncollectibles)	4,753	677	5,430
Due from other governments	51,961	-	51,961
Due from other funds	400,947	197	401,144
TOTAL ASSETS	<u>\$ 1,357,783</u>	<u>\$ 1,344,889</u>	<u>\$ 2,702,672</u>
LIABILITIES			
Accounts payable	\$ 21,328	\$ -	\$ 21,328
Due to other funds	116,844	32,853	149,697
TOTAL LIABILITIES	<u>138,172</u>	<u>32,853</u>	<u>171,025</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	1,034,139	1,312,036	2,346,175
Committed	65,455	-	65,455
Assigned	120,773	-	120,773
Unassigned	(756)	-	(756)
TOTAL FUND BALANCES	<u>1,219,611</u>	<u>1,312,036</u>	<u>2,531,647</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,357,783</u>	<u>\$ 1,344,889</u>	<u>\$ 2,702,672</u>

See accompanying independent auditor's report and notes to financial statements.

TOWN OF PITTSFIELD, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Special Revenue Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES			
Intergovernmental revenue	\$ 592,146	\$ -	\$ 592,146
Investment income, net of unrealized gains/(losses)	-	137,128	137,128
Interest income	1,142	-	1,142
Other revenue	64,696	7,923	72,619
TOTAL REVENUES	<u>657,984</u>	<u>145,051</u>	<u>803,035</u>
EXPENDITURES			
Public safety	2,070	-	2,070
Public services	32,582	-	32,582
Public works	593	-	593
Unclassified	115,023	4,383	119,406
Capital outlay	358,529	-	358,529
TOTAL EXPENDITURES	<u>508,797</u>	<u>4,383</u>	<u>513,180</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>149,187</u>	<u>140,668</u>	<u>289,855</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	252,973	-	252,973
Transfers (out)	(91,984)	(45,677)	(137,661)
TOTAL OTHER FINANCING SOURCES (USES)	<u>160,989</u>	<u>(45,677)</u>	<u>115,312</u>
NET CHANGE IN FUND BALANCES	310,176	94,991	405,167
FUND BALANCES - JANUARY 1	<u>909,435</u>	<u>1,217,045</u>	<u>2,126,480</u>
FUND BALANCES - DECEMBER 31	<u>\$ 1,219,611</u>	<u>\$ 1,312,036</u>	<u>\$ 2,531,647</u>

See accompanying independent auditor's report and notes to financial statements.