Financial Statements

Town of Northport, Maine

June 30, 2024

Contents

Town of Northport, Maine

June 30, 2024

Financial Statements:

Independent Auditors' Report 1
Management's Discussion and Analysis. 4-1
Basic Financial Statements:
  Government-wide Financial Statements:
    Statement of Net Position 5
    Statement of Activities 6
  Fund Financial Statements:
    Governmental Funds:
      Balance Sheet 7
      Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position 8
      Statement of Revenues, Expenditures and Changes in Fund Balances 9
      Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 10
      Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund (Budgetary Basis) 11
Notes to Financial Statements 12

Supplemental Information:

Combining Balance Sheet - Nonmajor Governmental Funds - Other Governmental Funds 40
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Funds - Other Governmental Funds 41
Combining Balance Sheet - Permanent Funds - Trust Funds 42
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Permanent Funds - Trust Funds 43
Schedule of Valuation, Assessment and Collection of Taxes 44
Schedule of Departmental Operations 45

Required Supplemental Information:

Schedule of the Town's Proportionate Share of the Net Pension Liability 48
Schedule of the Town's Pension Contributions 49
Schedule of the Town's Proportionate Share of the MEPERS Plan Net OPEB Liability . . . 50
Schedule of the Town's Proportionate Share of the MEABT Plan Net OPEB Liability 51
Schedule of the Changes in the Town's Total MMEHT Plan OPEB Liability and Related Ratios 52
Notes to Required Supplemental Information 53

PURDY POWERS & COMPANY

Independent Auditors' Report

To the Selectboard
Town of Northport
Northport, Maine

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Northport, Maine, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Northport, Maine, as of June 30, 2024, and the respective changes in financial position for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Northport School Department's general fund and other governmental funds (special revenue funds), which represent 50%, 43%, and 59%, respectively, of the assets, fund balances/net position, and revenues of the Town of Northport, Maine. Those statements were audited by other auditors whose report has been furnished to us, and in our opinion, insofar as it relates to the amounts included for the general fund and other governmental funds, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standard generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Northport, 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.

Responsibilities of Management 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, 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.

130 Middle Street, Portland, ME 04101 | p 207.775.3496 | f 207.775.0176 | PURDYPOWERS.COM

Confidence in knowing.

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 Town of Northport, 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.

Auditors' Responsibilities for the Audit of the 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 auditors' 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 generally accepted 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement 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 control 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 Town of Northport, Maine's internal control. Accordingly, no 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 substantial doubt about Town of Northport, 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, the Schedule of the Town's Proportionate Share of the Net Pension Liability, the Schedule of the Town's Pension Contributions, the Schedule of the Town's Proportionate Share of the MEPERS Plan Net OPEB Liability, the Schedule of Changes in the Town's Total MMEHT Plan OPEB Liability and Related Ratios, the Schedule of Changes in the Town's Total MEABT Plan OPEB Liability and Related Ratios, and the Notes to the Schedules, as noted in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 and other auditors 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 Northport, Maine's basic financial statements. The combining and individual nonmajor fund financial statements 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 basis 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 combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the financial statements as a whole.

Purdy Powers + Co.
Professional Association

Portland, Maine
June 11, 2026

Town of Northport

16 Beech Hill Road Northport, Maine 04849
(207) 338-3819 ~ (207) 338-3596 (Fax)

www.northportmaine.org
administrator@northportmaine.org

A community of neighbors, a tradition of caring since 1796

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Town of Northport's financial performance provides an overview of the Town's financial activities for the year ended June 30, 2024. Please read it in conjunction with the Town's financial statements.

Using this Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements are presented next. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds.

Reporting the Town as a Whole

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the Town's finances is, "Is the Town as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net position and the current year change in net position. You can think of the Town's net position - the difference between assets (and deferred outflows) and liabilities (and deferred inflows) - as one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the Town's property tax base and the condition of the Town's roads, to assess the overall health of the Town.

The Statement of Activities reports the current year change in net position. This statement includes all of the current year's revenues and expenses regardless of when cash is received or paid.

- Governmental activities - Most of the Town's basic services are reported here, including the fire protection, general administration, road maintenance, funding of education, county tax payments, cemetery care, health and sanitation, and recreation. Property and excise taxes, state and federal grants, and miscellaneous reimbursements and fees finance most of these activities.

Reporting the Town's Most Significant Funds Fund Financial Statements

Our analysis of the Town's major funds begins with the fund financial statements on page 6 and provide detailed information about the most significant funds - not the Town as a whole. Some funds are required to be established by State law. However, the Select Board establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The Town's funds-governmental accounting approach is as follows:

- Governmental funds - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation on pages 8 and 10.

THE TOWN AS A WHOLE

For the years ended June 30, 2024 and 2023, net position changed as follows:

	2024	2023
Governmental Activities		
Beginning net position	$ 10,489,094	$ 10,389,368
Increase in net position	269,807	99,726
Ending net position	$ 10,758,901	$ 10,489,094

That reflects an increase of 3% for governmental activities in 2024.

This 3% increase is the result of some substantial road improvements in 2024, including paving gravel portions of Cliff Road, Knights Pond Road, and Upper Bluff Road, as well as the addition of a seawall along a portion of Shore Road. The Town also received additional interest and investment income in 2024.

Governmental Activities

To aid in the understanding of the Statement of Activities some additional explanation is given. Of particular interest is the format that is significantly different than a typical Statement of Revenues, Expenses, and Changes in Fund Balance. You will notice that expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense) Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the Town's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Some of the individual line item revenues reported for each function are:

General government	Building permits, planning board receipts, tax interest and charges, and fines
Health and sanitation	Landfill receipts and transfer station reimbursements
Public works	Local road assistance

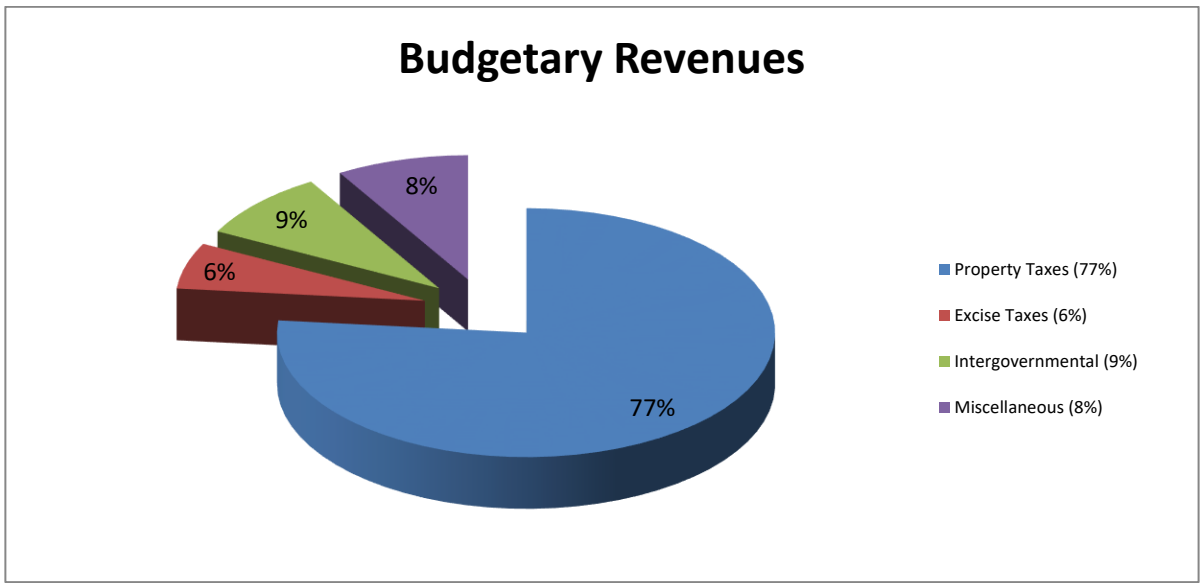
All other governmental revenues are reported as miscellaneous. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

THE TOWN'S FUNDS

The following schedule presents a summary of general fund revenues and expenditures on a budgetary basis for the fiscal years ended June 30, 2024 and 2023, and the amount and percentage of increases and decreases in relation to the prior year.

The Town's general fund operating fund revenues on a budgetary basis were as follows:

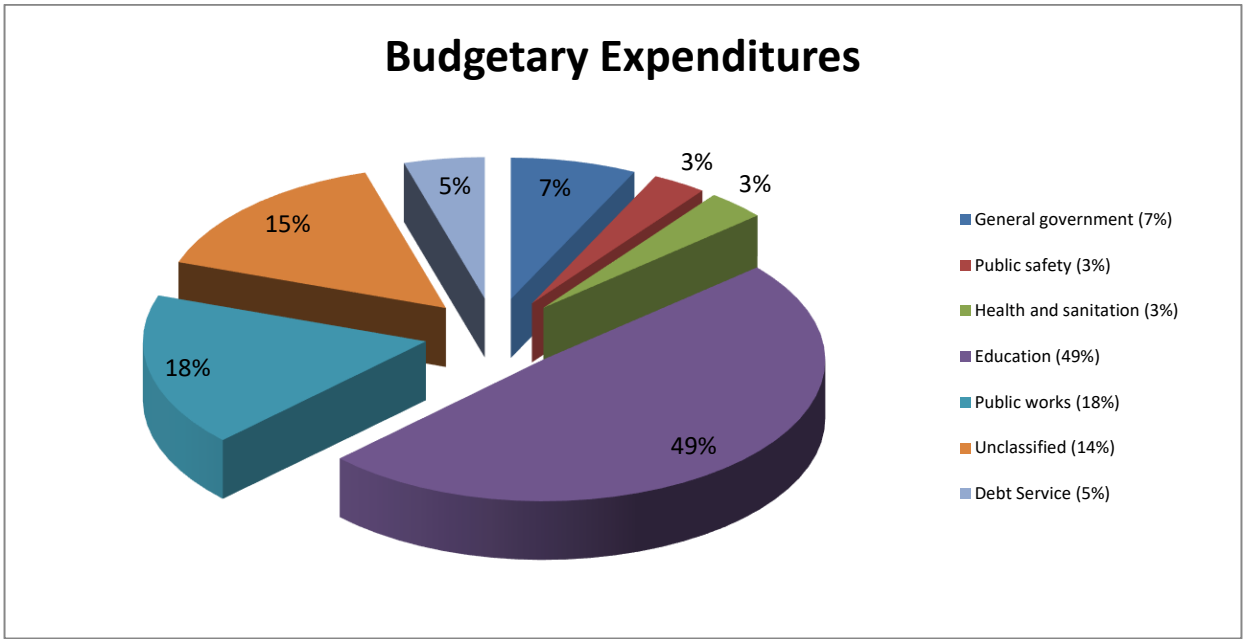
Revenue	***2024 Amount***	***2023 Amount***	***Increase (Decrease) from 2023***	***% Increase (Decrease)***
Property taxes	$ 4,924,627	$ 4,746,813	$ 177,814	3.7%
Excise taxes	385,687	376,875	8,812	2.3%
Intergovernmental	568,246	492,180	76,066	15.5%
Miscellaneous	553,117	295,087	258,030	87.4%
Total Revenue	$ 6,431,677	$ 5,910,955	$ 520,722	8.8%



The substantial increase in miscellaneous revenue is due to the receipt of various grant funds, including close to $100,000 for a Community Development Block Grant, $80,000 from FEMA for storm-damage reimbursement, and $50,000 for a Community Action Grant from the State. Additional revenue was the result of investment and interest income.

The Town's general fund operating fund expenditures on a budgetary basis were as follows:

Expenditures	***2024 Amount***	***2023 Amount***	***Increase (Decrease) from 2023***	***% Increase (Decrease)***
General government	$ 458,348	$ 541,583	$ (83,235)	(15.4%)
Public safety	197,302	123,459	73,843	59.8%
Health and sanitation	215,247	179,902	35,345	19.6%
Education	3,058,098	2,949,917	108,181	3.7%
Public works	1,116,211	855,966	260,245	30.4%
Unclassified	962,254	834,044	128,210	15.4%
Debt Service	293,809	299,840	(6,031)	(2.0%)
Total Expenditures	$ 6,301,269	$ 5,784,711	$ 516,558	8.9%



The increase in public safety expenditures was the result of a major fire in July 2023 and the winter storms of December 2023 and January 2024 that required extensive firefighter time. The fire department also used a substantial donation to pay for a new washer and dryer for firefighter gear.

The increase in public works spending was caused by several major road projects, including paving gravel portions of Upper Bluff Road, Cliff Road, and Knights Pond Road, as well as the installation of a seawall along a portion of Shore Road.

GENERAL FUND BUDGETARY HIGHLIGHTS

The budget to actual comparison is shown on page 11.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2024, the Town had $11.9 million invested in capital assets including fire trucks, equipment, buildings, and town owned roads. (See table below.)

	Governmental Activities	
	June 30, 2024	June 30, 2023
Land	$ 924,851	$ 924,851
Buildings	4,670,536	4,663,836
Equipment	281,630	237,225
Vehicles	893,909	867,584
Infrastructure	5,078,127	4,938,127
Totals	$ 11,890,426	$ 11,631,623

New equipment included a new washer and dryer for firefighter gear, and other new firefighter equipment, including air packs and turnout gear (helmet, coat, pants, boots, gloves, etc.). The First Responders purchased a replacement rig for their older rig, adding to the vehicle assets. The improvements to Cliff Road, Knights Pond Road, Upper Bluff Road, and Shore Road increased the infrastructure value.

Debt

At year end, the Town had $2,055,468 in long-term debt outstanding. The long-term debt is made up of three General Obligation Bonds outstanding for the Northport School Department as discussed in Note G.

The Town has no other debt obligations as of June 30, 2024.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

At the June 2025 Town Meeting, voters approved a $230,000 appropriation for the Town Office building project for the upcoming year. That amount each year is likely to be sufficient to cover the cost of construction and paying off the $3.5 million bond that the 2025 Town Meeting also authorized.

The Town began a property revaluation in the fall of 2025, which will be reflected in the 2026 tax bills. The mil rate is expected to decrease substantially, because the last revaluation was in 2004, and the State currently values the Town’s real property at nearly twice what the Town itself values it.

Unpredictable weather events and conditions may affect road repair and maintenance costs in the future.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Office.

Town of Northport
James Kossuth, Administrator
16 Beech Hill Road
Northport, ME 04849
Phone: (207)338-3819

Statement of Net Position

Town of Northport, Maine

As of June 30, 2024

		Governmental Activities
Assets		
Cash		$ 4,082,818
Investments		501,586
Accounts receivable		99,495
Taxes receivable		151,733
Tax liens receivable		35,086
Leases receivable		88,654
Inventory		2,482
Tax acquired property		240
Capital assets, net of accumulated depreciation		8,404,807
	Total Assets	13,366,901
Deferred Outflows		
Deferred outflows related to pension		76,907
Deferred outflows related to OPEB		38,810
	Total Deferred Outflows	115,717
Liabilities		
Accounts payable		48,108
Accrued expenses		241,653
Unearned revenue		23,816
Taxes paid in advance		5,766
Accrued interest		9,909
Long-term liabilities:		
Portion due or payable within one year:		
Bonds payable		288,990
Accrued compensated absences		27,351
Portion due or payable after one year:		
Bonds payable		1,766,478
Net pension liability		94,609
Net OPEB liability		101,439
	Total Liabilities	2,608,119
Deferred Inflows		
Deferred inflows related to lease		88,654
Deferred inflows related to pension		10,880
Deferred inflows related to OPEB		16,064
	Total Deferred Inflows	115,598
Net Position		
Net investment in capital assets		6,349,339
Restricted, nonexpendable		15,062
Restricted, expendable		127,238
Unrestricted		4,267,262
	Net Position	$ 10,758,901

See accompanying independent auditors' report and notes to financial statements.

Statement of Activities

Town of Northport, Maine

For the Year Ended June 30, 2024

Function/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Governmental Activities:				
General government	$ 430,368	$ 45,928	$ -	$ (384,440)
Public safety	177,459	-	724	(176,735)
Health and sanitation	215,247	110,696	-	(104,551)
Education	3,530,300	856	499,798	(3,029,646)
Public works	1,067,096	-	38,304	(1,028,792)
Unclassified	980,873	-	-	(980,873)
On-behalf pension and OPEB	138,922	-	-	(138,922)
Interest on long-term debt	63,416	-	-	(63,416)
Total Governmental Activities	$ 6,603,681	$ 157,480	$ 538,826	(5,907,375)
General revenues:				
Taxes:				
Property taxes				4,909,627
Excise taxes				385,687
Interest income				15,913
Intergovernmental				303,817
On-behalf payments				138,922
Miscellaneous				422,716
Gain on disposal of capital assets				500
Total General Revenues				6,177,182
Change in Net Position				269,807
Net position at beginning of year				10,489,094
Net Position at End of Year				$ 10,758,901

See accompanying independent auditors' report and notes to financial statements.

Balance Sheet - Governmental Funds

Town of Northport, Maine

As of June 30, 2024

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Cash and cash equivalents	$ 4,022,894	$ 59,924	$ 4,082,818
Investments	496,215	5,371	501,586
Accounts receivable	31,432	68,063	99,495
Taxes receivable	151,733	-	151,733
Tax liens	35,086	-	35,086
Leases receivable	88,654	-	88,654
Inventory	-	2,482	2,482
Due from other funds	133,859	397,021	530,880
Tax acquired property	240	-	240
Total Assets	$ 4,960,113	$ 532,861	$ 5,492,974
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities			
Accounts payable	$ 46,858	$ 1,250	$ 48,108
Accrued expenses	228,221	13,432	241,653
Unearned revenue	-	23,816	23,816
Taxes paid in advance	5,766	-	5,766
Due to other funds	243,199	287,681	530,880
Total Liabilities	524,044	326,179	850,223
Deferred Inflows of Resources			
Unavailable revenue - property taxes	107,000	-	107,000
Lease related	88,654	-	88,654
Total Deferred Inflows of Resources	195,654	-	195,654
Fund Balances			
Nonspendable:			
Special revenue funds	-	2,482	2,482
Permanent funds	-	12,580	12,580
Restricted:			
Special revenue funds	-	97,612	97,612
Permanent funds	-	29,626	29,626
Committed:			
General fund	630,000	-	630,000
Capital projects fund	-	90,000	90,000
Assigned:			
General fund	2,198,032	-	2,198,032
Unassigned:			
Special revenue funds	-	(25,618)	(25,618)
General fund	1,412,383	-	1,412,383
Total Fund Balances	4,240,415	206,682	4,447,097
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 4,960,113	$ 532,861	$ 5,492,974

See accompanying independent auditors' report and notes to financial statements.

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position

Town of Northport, Maine

As of June 30, 2024

Total Fund Balances - Governmental Funds		$ 4,447,097
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 as assets in governmental funds. The cost of capital assets, net of accumulated depreciation is:		8,404,807
Property tax revenues are presented on the modified accrual basis of accounting in the governmental funds but in the Statement of Activities, property tax revenue is reported under the accrual method. The balance in unavailable revenue - property taxes in the governmental funds as a deferred inflow is:		107,000
The following deferred outflows are not current assets or financial resources and the following deferred inflows are not current liabilities due and payable in the current period and therefore are not reported in the Balance Sheet:		
Deferred outflows related to pension	$ 76,907	
Deferred outflows related to OPEB	38,810	
Deferred inflows related to pension	(10,880)	
Deferred inflows related to OPEB	(16,064)	
		88,773
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term and related liabilities at year-end consist of:		
Bond payable	(2,055,468)	
Accrued compensated absences	(27,351)	
Net pension liability	(94,609)	
Net OPEB liability	(101,439)	
Accrued interest payable	(9,909)	
		(2,288,776)
Net Position - Governmental Activities		$ 10,758,901

See accompanying independent auditors' report and notes to financial statements.

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds

Town of Northport, Maine

For the Year Ended June 30, 2024

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property taxes	$ 4,924,627	$ -	$ 4,924,627
Excise taxes	385,687	-	385,687
Intergovernmental	568,246	274,397	842,643
On-behalf pension and OPEB payments	138,922	-	138,922
Miscellaneous	576,881	19,228	596,109
Total Revenues	6,594,363	293,625	6,887,988
Expenditures			
Current			
General government	458,348	-	458,348
Public safety	197,302	-	197,302
Health and sanitation	215,247	-	215,247
Education	3,058,098	343,230	3,401,328
Education - on-behalf payments	138,922	-	138,922
Public works	1,116,211	-	1,116,211
Unclassified	962,254	-	962,254
Debt service - principal	228,994	-	228,994
- interest	64,815	-	64,815
Total Expenditures	6,440,191	343,230	6,783,421
Revenues Over (Under) Expenditures	154,172	(49,605)	104,567
Other Financing Sources (Uses)			
Operating transfers in	200	70,000	70,200
Operating transfers out	(70,000)	(200)	(70,200)
Total Other Financing Sources (Uses)	(69,800)	69,800	-
Revenues and Other Sources Over Expenditures and Other Uses	84,372	20,195	104,567
Fund balances at beginning of year	4,156,043	186,487	4,342,530
Fund Balances at End of Year	$ 4,240,415	$ 206,682	$ 4,447,097

See accompanying independent auditors' report and notes to financial statements.

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Town of Northport, Maine

As of June 30, 2024

Net Change in Fund Balances - Total Governmental Funds		$ 104,567
Amounts reported for governmental activities in the Statement of Activities 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 depreciation expense differed from capital asset additions in the current period:		
Additions to capital assets	$ 273,803	
Depreciation expense	(292,673)	
		(18,870)
Governmental funds report the sale of capital assets as revenues. However, in the Statement of Activities, the sale of those assets is recognized as a gain or loss, depending on the sale and accumulated depreciation amounts:		
Capital asset sale proceeds	(500)	
Gain on disposal of capital assets	500	
		-
Debt and capital lease proceeds provide current resources to governmental funds, but issuing debt and capital lease obligations increase long-term liabilities in the Statement of Net Position. Repayment of debt and 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 of repayment of debt obligations in the current period:		
Principal portion of debt service payments	228,994	
		228,994
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 the governmental funds:		
Change in accrued compensated absences	(5,405)	
Change in accrued interest payable	1,399	
Adjustment to net pension and OPEB liabilties and related deferred inflows and outflows for the Northport School Department	(27,904)	
Adjustment to net OPEB liability and related deferred inflows and outflows for the Town of Northport	2,026	
		(29,884)
Property tax revenues are presented on the modified accrual basis of accounting in the governmental funds but in the Statement of Activities, property tax revenue is reported under the accrual method. The current year change in unavailable revenue - property tax revenue reported in the governmental funds and not in the Statement of Activities is:		(15,000)
Change in Net Position of Governmental Activities		$ 269,807

See accompanying independent auditors' report and notes to financial statements.

Statement of Revenues, Expenditures and Changes in Fund Balance Budget and Actual - General Fund

Town of Northport, Maine

For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance Positive
	Original	Final	(Budgetary Basis)	(Negative)
Revenues				
Taxes				
Property taxes	$ 4,903,070	$ 4,903,070	$ 4,924,627	$ 21,557
Excise taxes	-	385,687	385,687	-
Intergovernmental revenues				
State revenue sharing	155,134	155,134	160,879	5,745
State road assistance	-	38,304	38,304	-
Homestead exemption	80,341	80,341	80,341	-
Other	3,961	12,710	288,722	276,012
Miscellaneous revenues	-	582,384	553,117	(29,267)
Total Revenues	5,142,506	6,157,630	6,431,677	274,047
Expenditures				
Current				
General government	587,007	670,514	458,348	212,166
Public safety	190,128	222,120	197,302	24,818
Health and sanitation	210,579	321,275	215,247	106,028
Education	4,575,328	4,777,274	3,058,098	1,719,176
Public works	993,890	1,496,656	1,116,211	380,445
Unclassified	939,572	1,023,789	962,254	61,535
Debt service - principal	228,994	228,994	228,994	-
- interest	64,815	64,815	64,815	-
Total Expenditures	7,790,313	8,805,437	6,301,269	2,504,168
Revenues Over (Under) Expenditures	(2,647,807)	(2,647,807)	130,408	2,778,215
Other Financing Sources (Uses)				
Utilization of assigned fund balance	2,319,680	2,319,680	-	(2,319,680)
Utilization of unassigned fund balance	287,000	287,000	-	(287,000)
Operating transfers in	181,494	181,494	33,694	(147,800)
Operating transfers out	(92,000)	(92,000)	(92,000)	-
Total Other Financing Sources (Uses)	2,696,174	2,696,174	(58,306)	(2,754,480)
Revenues and Other Sources Over Expenditures and Other Uses	$ 48,367	$ 48,367	72,102	$ 23,735
Budgetary fund balance at beginning of year			3,797,709	
Budgetary Fund Balance at End of Year			$ 3,869,811	

See accompanying independent auditors' report and notes to financial statements.

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies

The Town of Northport, Maine operates under a Selectboard form of government. The accounting policies of the Town of Northport, Maine conform to United States generally accepted accounting principles (GAAP). The Town applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The more significant accounting policies established in GAAP and used by the Town are discussed below.

Principles Determining Scope of Reporting Entity

The basic financial statements include the accounts of all Town operations. The criteria for including organizations as component units within the Town's reporting entity, as set forth in GAAP include whether:

- the organization is legally separate (can sue and be sued in their own name)
- the Town holds the corporate powers of the organization
- the Town appoints a voting majority of the organization's board
- the Town is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the Town
- there is fiscal dependency by the organization on the Town

Based on the aforementioned criteria, the Town of Northport has no component units.

Basis of Presentation

Government-wide Financial Statements

The statement of net position and statement of activities report information about the reporting government as a whole. They include all funds of the reporting entity. 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 services for support. Currently, the Town has no business-type activities.

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 does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges 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. Major individual governmental funds are reported as separate columns in the fund financial statements.

Note A - Summary of Significant Accounting Policies - Continued

Fund Financial Statements
Fund financial statements of the reporting entity are organized into funds, each of which are considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, deferred outflows and inflows of resources, fund equity, revenues, and expenditures.

Governmental Activities
Governmental funds are identified as either general, special revenue, capital projects, or permanent funds based upon the following guidelines.

The *General Fund* is the operating fund of the Town and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific sources (other than major capital projects or expendable trusts) that are legally restricted to expenditures for specified purposes.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Permanent Funds are used to account for resources legally held in trust. All resources of the fund, including any earnings on invested resources, may be used to support the organization as stipulated by the specific trust instrument.

Basis of Accounting
Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting is related to the timing of the measurements made, regardless of the measurement focus applied.

Accrual
The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred

Modified Accrual
Governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt is recognized when due.

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Cash and Cash Equivalents
The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Investments
The Town follows GASBS No. 31, Accounting and Reporting of Certain Investments and External Investment Pools. Under GASBS No. 31, certain investments held by governments are reported at their fair value in the balance sheet. Unrealized gains and losses are included in the statement of revenues, expenditures and changes in fund balance.

Inventories
Inventories consisting of food and supplies are accounted for at the lower of cost or net realizable value on a first-in, first-out (FIFO) basis. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Accounts Receivable
Accounts receivable are stated at the amount the Town expects to collect from outstanding balances. Town management closely monitors outstanding balances and records an allowance for doubtful accounts as necessary based upon historical trends of bad debts as well as a detailed review of current year receivables and their aging. Management has estimated no allowance for doubtful accounts is necessary as of June 30, 2024.

Capital Assets
In the government-wide financial statements, capital assets purchased or acquired with an original cost of $10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line method.

Estimated useful lives are as follows: buildings and improvements, 20 to 40 years; infrastructure, 5 to 40 years; and vehicles and equipment, 3 to 25 years.

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Accrued Compensated Absences
Under the terms of personnel policies, personal time off is granted in varying amounts. The Town accrues unpaid personal time off when earned (or estimated to be earned) by the employee.

Town of Northport, Maine

Note A - Summary of Significant Accounting Policies - Continued

Budget

The Town of Northport's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting, which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing budgetary data reflected in the financial statements:

- Early in the second half of the last fiscal year the Town prepared a budget for this fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them.

- A meeting of the inhabitants of the Town of Northport was then called for the purpose of adopting the proposed budget after public notice of the meeting was given.

- The budget was adopted subsequent to passage by the inhabitants of the Town.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Interfund Activity

Interfund activity is reported as loans, reimbursements, or transfers. Loans are reported as interfund loan receivables and payables as appropriate and are subject to elimination upon consolidation in the government-wide presentation. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as a reimbursement. Since not all funds maintain a separate cash account, cash is pooled in the General Fund cash account and activity for individual funds are recorded through the General Fund and each respective individual fund through the recognition of a "due to/due from" as appropriate. The due to/from other funds balances are subject to elimination upon consolidation in the government-wide presentation. All interfund transactions are treated as transfers. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are recognized as an expense in the period incurred.

Note A - Summary of Significant Accounting Policies - Continued

Long-Term Obligations - Continued

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

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until that time. The Town has two items that meet this criterion: the deferred other postemployment benefits (OPEB) related to the Town and the deferred pension, related to the Northport School Department. These items are reported in the statement of net position.

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Town has three types of items: 1) unavailable revenue, which results from property taxes, which arises under the modified accrual basis of accounting that qualifies for reporting in this category and is reported in the governmental funds balance sheet, 2) deferred inflows related to the OPEB liability, which is reported in the statement of net position, and 3) deferred inflows related to leases, which is reported in the governmental funds balance sheet and the statement of net position. The Northport School Department also has one type of item, deferred pensions, which is reported in the statement of net position.

Pensions

In government-wide financial statements, retirement plans (pensions) are required to be recognized and disclosed using the accrual basis of accounting (see Note H and the required supplementary information following the financial statements), regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

Note A - Summary of Significant Accounting Policies - Continued

Pensions - Continued

In general, the Northport School Department recognizes a net pension liability, which represents the School Department's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the Maine Public Employees Retirement System (MainePERS). The net pension liability is measured as of the School Department's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expense or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period in which they are incurred.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Pension Plan (TPP) and additions to/deductions from the TPP's fiduciary net position have been determined on the same basis as they are reported by the TPP. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year period of recognition.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the Town's OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Maine Municipal Employees Health Trust, an agent single-employer defined benefit postretirement healthcare plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Note A - Summary of Significant Accounting Policies - Continued

Revenue Recognition - Property Taxes

The Town's property tax for the current year was levied August 1, 2023, on the assessed value listed as of April 1, 2023, for all real and personal property located in the Town. Taxes were due September 30, 2023 and March 1, 2024. Interest on unpaid taxes commenced on October 1, 2023 and March 2, 2024, at 8% per annum.

Property tax revenues are recognized when they become available. Available includes those property tax receivables expected to be collected within sixty days after year end. The remaining receivables have been recorded as unavailable revenue from property taxes.

The Town is permitted by the laws of the State of Maine to levy taxes up to 105% of its net budgeted expenditures for the related fiscal period. The amount raised in excess of 100% is referred to as overlay, and amounted to $48,367 for the year ended June 30, 2024.

Tax liens are placed on real property within twelve months following the tax commitment date if taxes are delinquent. The Town has the authority to foreclose on property eighteen months after the filing of the lien if tax liens and associated costs remain unpaid.

Government-wide Fund Net Position

Government-wide net position is divided into three components:

Net investment in capital assets - consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

Restricted net position - consist of net assets that are restricted by the Town's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.

Unrestricted - All other net asset positions are reported in this category.

Governmental Fund Balances

In the governmental fund financial statements, fund balances are classified 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 are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed through constitutional provisions or enabling legislation.

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

Note A - Summary of Significant Accounting Policies - Continued

Governmental Fund Balances - Continued

Assigned - resources neither restricted nor committed for which a government has a stated intended use as established by the Selectboard or a body or official to which the Selectboard has designated the authority to assign amounts for specific purposes.

Unassigned - resources which cannot be properly classified in one of the other four categories.

Use of Restricted Resources

The Town has no formal fund balance policy. For purposes of fund balance classification, expenditures are to be spent from restricted fund balance first, followed in order by committed fund balance, assigned fund balance and lastly unassigned fund balance.

Note B - Cash and Investments

The Town conducts all its banking and investment transactions with its depository banks and investment firm.

Custodial Credit Risk

At June 30, 2024, the carrying amount of the Town's deposits was $4,082,818 and the bank balance was $4,727,972. The difference between the carrying amount and the bank balance relates to deposits in transit, outstanding checks and cash on hand at year-end.

Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy on custodial credit risk. As of June 30, 2024, $2,198,635 of the Town's bank balance of $4,727,972 was exposed to credit risk as follows:

Collateralized with securities held by the pledging financial institution	$ 2,198,635

Note B - Cash and Investments - Continued

Investments

Maine statutes authorize the Town to invest in obligations of the U.S. Treasury and U.S. agencies, repurchase agreements, certain corporate stocks, bonds, and mutual funds.

Interest Rate Risk

In accordance with the Town's investment policy, to the extent possible, investment maturities will be matched with anticipated cash requirements. At June 30, 2024, the Town had the following investments and maturities:

		Maturity			
Investment Type	Fair Value	Not Applicable	Less than 1 year	1-5 years	More than 5 years
Bonds	$ 496,215	$ -	$ 496,215	$ -	$ -
Corporate stocks	5,371	5,371	-	-	-
	$ 501,586	$ 5,371	$ 496,215	$ -	$ -

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is minimized by diversifying investments held. At June 30, 2024, the Town had the following credit quality distribution in debt securities:

Standard & Poor's Rating	Fair Value
AA+	$ 496,215

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have an investment policy on custodial credit risk. As of June 30, 2024, the Town had no investments subject to custodial credit risk.

Town of Northport, Maine

Note C - Capital Assets

A summary of capital asset activity for the year ended June 30, 2024 follows:

	Beginning Balance	Additions/ Transfers	Retirements/ In-service	Ending Balance
Governmental Activities:				
Non-Depreciable Assets:				
Land	$ 924,851	$ -	$ -	$ 924,851
Construction in progress	-	41,373	-	41,373
Depreciable Assets:				
Buildings	4,663,836	6,700	-	4,670,536
Equipment	237,225	59,405	15,000	281,630
Vehicles	867,584	26,325	-	893,909
Infrastructure	4,938,127	140,000	-	5,078,127
Totals at historical cost	11,631,623	273,803	15,000	11,890,426
Less Accumulated Depreciation:				
Buildings	981,897	126,406	-	1,108,303
Equipment	109,090	22,345	15,000	116,435
Vehicles	679,207	38,157	-	717,364
Infrastructure	1,437,752	105,765	-	1,543,517
Total accumulated depreciation	3,207,946	292,673	15,000	3,485,619
Capital Assets, Net	$ 8,423,677	$ (18,870)	$ -	$ 8,404,807

Depreciation expense was charged to the following functions:

General government	$ 10,014
Public safety	39,942
Education	133,213
Public works	90,885
Unclassified (Harbor)	18,619
Total governmental activities depreciation expense	$ 292,673

Note D - Lease

The Town entered into a land lease agreement where the Town is the lessor, for 50 years at $175 per month, adjusted by the percentage change in U.S. Bureau of Labor Statistics Consumer Price Index for All Urban Consumers. At June 30, 2024, there was a lease receivable and a deferred inflow of $88,654. Lease agreements are generally subject to future increases for inflation.

Note D - Lease - Continued

At the commencement of the lease, the Town initially measured the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable and amortized evenly over the lease term. The Town uses its estimated incremental borrowing rate as the discount rate unless a specific interest rate is specified in the lease agreement. The future minimum lease payments for leases are as follows:

2025	$ 2,315
2026	2,245
2027	2,322
2028	2,401
2029	2,482
2030-2034	13,735
2035-2039	16,235
2040-2044	19,189
2045-2049	22,680
2050-2054	26,807
2055-2059	31,685
2060-2064	37,450
2065-2069	44,265
2070-2074	46,762
Total lease payments	270,573
Less interest	181,919
Present value of lease receivable	$ 88,654

During the year ended June 30, 2024, $875 was collected in principal payments and $0 in interest payments from leasing activities.

Note E - Interfund Receivables and Payables

Interfund balances at June 30, 2024 consisted of the following individual fund receivables and payables:

	Receivables Due from	Payables (Due to)	Net Internal Balances
Governmental Activities			
General Fund:			
Non-major Special Revenue Funds	$ 133,859	$ (153,199)	$ (19,340)
Non-major Capital Projects Fund	-	(90,000)	(90,000)
	133,859	(243,199)	(109,340)

Note E - Interfund Receivables and Payables - Continued

Non-Major Special Revenue Funds:			
General Fund	153,199	(133,859)	19,340
Other Special Revenue Fund	153,822	(153,822)	-
	307,021	(287,681)	19,340
Non-Major Capital Projecst Fund:			
General Fund:	90,000	-	90,000
	90,000	-	90,000
Net Governmental Activities	$ 530,880	$ (530,880)	$ -

Interfund balances resulted from (1) the Town pooling cash in the General Fund for other funds disclosed above, for greater efficiency and physical control, (2) the time lag between the dates that interfund goods or reimbursable expenditures occur, or (3) the time lag between the dates payments between funds are made.

Note F - Interfund Transfers

Interfund transfers are used to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year consisted of the following amounts:

	Transfers In	Transfers Out	Net Transfers
General Fund:			
Special Revenue Fund:			
School Lunch	$ -	$ (50,000)	
Trust Fund:			
Wyman Needy	200	-	
Capital Projects Fund:			
Capital projects	-	(20,000)	
	200	(70,000)	$ (69,800)
Special Revenue Fund:			
General Fund:			
School Lunch	50,000	-	
	50,000	-	50,000
Trust Fund:			
General Fund:			
Wyman Needy	-	(200)	
	-	(200)	(200)
Capital Projects Fund:			
General Fund:			
Capital projects	20,000	-	
	20,000	-	20,000
Total Interfund Transfers	$ 70,200	$ (70,200)	$ -

Note G - Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Additions/ Transfers	Reductions	Ending Balance	Amount Due within One Year
Governmental Activities:					
General obligation debt	$ 2,284,462	$ -	$ 228,994	$ 2,055,468	$ 288,990
Net pension liability	84,922	9,687	-	94,609	-
Net OPEB liability	91,245	10,194	-	101,439	-
Compensated absences	19,939	13,616	6,204	27,351	27,351
	$ 2,480,568	$ 33,497	$ 235,198	$ 2,278,867	$ 316,341

Long-Term Debt
At June 30, 2024 long-term debt consisted of the following:

Northport School Department 2016 General Obligation Bond, interest rates varying from 1.160% to 3.492% with annual principal payments of $150,000. The bond matures in 2037.	$ 1,950,000
Northport School Department 2004 General Obligation Bond, interest rates varying from 3.557% to 7.497% with annual principal payments of $52,511. The bond matures in 2024.	52,507
Northport School Department 2005 General Obligation Bond, interest rate at 4.000% with annual principal payments of $26,483. The bond matures in 2025.	52,961
	$ 2,055,468

The annual requirements to amortize long-term debt are as follows:

Year ending June 30	Principal	Interest	Total
2025	$ 228,990	$ 56,684	$ 285,674
2026	176,478	51,954	228,432
2027	150,000	48,327	198,327
2028	150,000	44,917	194,917
2029	150,000	41,083	191,083
2030-2034	750,000	137,658	887,658
2035-2037	450,000	23,097	473,097
	$ 2,055,468	$ 403,720	$ 2,459,188

Note H - Pension - Northport School Department

The Northport School Department provides a retirement pension plan for its employees through a defined benefit pension plan.

Defined Benefit Pension Plan - Maine Public Employees Retirement System (MEPERS)
Plan Description
Qualifying personnel of the School Department participate in the Maine Public Employees Retirement System. The plan is a multiple employer, cost-sharing pension plan with a special funding situation. The State of Maine is a non-employer contributing entity in that the state pays the unfunded actuarial liability (UAL) on behalf of the teachers, while the School Department contributes the normal cost, which is actuarially calculated. The School Department has been enrolled in the MEPERS system since July 1, 2015. MEPERS is established under Maine law found in 5 MRSA Part 20. The authority to establish and amend benefit provisions rests with the State legislature.

Funding Policy
The School Department makes available to all full time employees the option to make a one-time irrevocable election to participate in the Maine Public Employees Retirement System (MEPERS), State Employees and Teachers Plan. The employee shall pay, through payroll deduction(s), his/her required contribution determined by MEPERS, 7.65%. The School shall pay its required contribution determined by MEPERS. This benefit shall be offered to eligible employees on the date of hire.

Pension Benefits
Benefit terms are established in Maine Statute. The System's retirement programs provide defined retirement benefits based on member's average final compensation and service credit earned as of retirement. Vesting (i.e. eligibility of benefits upon reaching qualification) occurs upon the earning of 25 years of service credit for School Department employees.

Normal retirement age of State Employees and Teachers members is age 60 to 65. The normal retirement age is determined by whether a member had met certain creditable service requirements on specific dates, as established by statute.

The monthly benefit of members who retire before normal retirement age by virtue of having at least 25 years of service credit is reduced by a statutorily prescribed factor for each year of age that a member is below her/his normal retirement age at retirement. The System also provides disability and death benefits which are established by statute for State employee and teacher members.

Upon termination of membership, members' accumulated employee contributions are refundable with interest, credited in accordance with statute. Withdrawal of accumulated contributions results in forfeiture of all benefits and membership rights. The annual interest credited to member's accounts is set by the System's Board of Trustees.

Note H - Pension - Northport School Department - Continued

Member and Employer Contributions
Retirement benefits are funded by contributions from members and employers and by earnings on investments. Disability and death benefits are funded by employer normal cost contributions and by investment earnings. Member and employer contribution rates are each a percentage of applicable member compensation. Member contribution rates are defined by law or Board rule and depend on the terms of the plan under which a member is covered. Employer contributions rates are determined through actuarial valuations. For the year ended June 30, 2024, the member contribution rate was 7.65%, the School Department's contribution rate was 5.7% (normal cost), and the State of Maine contributed between 11.79% and 14.89% (UAL).

Revenue Recognition
Employer contributions to the System are recognized as additions in the period when they become due pursuant to formal commitments or statutory requirements. Investment income is recognized when earned and investment expenses are recorded when incurred.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
At June 30, 2024, the School Department reported a net pension liability of $94,609. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by actuarial valuation as of that date. The School Department proportion of the net pension liability was based on a projection of the School Department's long-term share of contributions to the pension plan relative to the projected contributions of all participating members. At the June 30, 2023 measurement date, the School Department proportion was 0.006236%. At the June 30, 2022 measurement date, the School Department proportion was 0.005719%.

At June 30, 2024, the reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 7,752	$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	8,777
Changes in proportion and differences between employer contributions and proportionate share of contributions	6,863	2,103
School Department contributions subsequent to the measurement date	62,292	-
Total	$ 76,907	$ 10,880

Note H - Pension - Northport School Department - Continued

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

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

For the Year Ended June 30,		
2025	$	59,562
2026		(6,437)
2027		12,458
2028		444
Total	$	66,027

At June 30, 2024, the School Department's reported net pension liability was a portion of the total proportionate share of the collective net pension liability associated with the School Department's participation in the Teacher plan, as follows:

School Department's proportionate share of net pension liability	$	94,609
State of Maine's proportionate share of net pension liability		969,589
Total	$	1,064,198

For the fiscal year ended June 30, 2024, the School Department recognized pension expense of $75,622, State support and expense of $209,173, and on-behalf payments of $136,152.

Actuarial Assumptions

The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Inflation	2.75%
Salary Increases	2.80%
Investment Rate of Return	6.50%
Cost of Living Benefit Increases	2.20%

For the School Department employees, the mortality rate is based on the 2010 Public Plan Teacher Benefits tables for males and females.

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

Note H - Pension - Northport School Department - Continued

Actuarial Assumptions - Continued

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, 2023 are summarized in the following table:

	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities	30%	6.0%
U.S. Government	10%	2.6%
Private Equity	12.5%	7.6%
Real Assets:		
Real Estate	10%	5.2%
Infrastructure	10%	5.3%
Hard Assets	5%	5.0%
Traditional Credit	5%	3.2%
Alternative Credit	10%	7.4%
Diversifiers	7.5%	5.0%
	100%	

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and non-employer entity contributions will be made at contractually required rates, actuarially determined. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the School Department's proportionate share of the net pension liability calculated using the discount rate of 6.50%, as well as what the School Department proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Proportionate Share of the Net Pension Liability	$ 186,023	$ 94,609	$ 18,511

Note H - Pension - Northport School Department - Continued

Pension Plan Financial and Actuarial Information
Additional financial information and actuarial information can be found in the Maine PERS 2023 Annual Comprehensive Financial Report available online at www.mainepers.org or by contacting the System at (207) 512-3100.

Note I - Postemployment Benefits Other than Pensions (OPEB)

The Town of Northport provides certain other postemployment benefits to its employees through the following plans:

Northport School Department - Group Life Insurance Plan - Maine Public Employees Retirement System (MEPERS)

Plan Description
Qualifying personnel of the School Department participate in the Maine Public Employees Retirement System, including that system's Group Life Insurance Plan. This plan is a multiple employer, cost-sharing OPEB plan with a special funding situation. The State of Maine is a non-employer contributing entity in that the state pays 100% of the actuarially determined contributions for retirees.

Benefits Provided
Under the GLI OPEB plan, MEPERS provides basic group life insurance benefits, during retirement, to retirees who participated in the plan prior to retirement for a minimum of 10 years. The level of coverage is initially set to an amount equal to the retirees' average final compensation. The initial amount of basic life is then subsequently reduced at the rate of 15% per year to the greater of 40% of the initial amount or $2,500.

Contributions
Premium rates are those determined by the System's Board of Trustees to be actuarially sufficient to pay anticipated claims. Premiums for basic life insurance coverage for retired teachers are paid by the State as the total dollar amount of each year's annual required contribution.

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Northport School Department - Group Life Insurance Plan - Maine Public Employees Retirement System (MEPERS) - Continued

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

At June 30, 2024, the School Department reported a net OPEB liability of $0, as the State of Maine's non-employer contributing entity required participation level is 100%. At June 30, 2024, the School Department's reported net OPEB liability was a portion of the total proportionate share of the collective net OPEB liability associated with the School Department's participation in the Teacher plan, as follows:

School Department's proportionate share of net OPEB liability	$ -
State of Maine's proportionate share of net OPEB liability	20,201
Total	$ 20,201

For the fiscal year ended June 30, 2024, the School Department recognized OPEB expense of $2,614, State support of $2,614, and on-behalf payments of $2,770.

No deferred inflows of resources or deferred outflows of resources arising in connection with this plan are reportable by the School Department given that the State of Maine is obligated to fund 100% of the actuarially required contributions attributable to retirees.

Plan Financial and Actuarial Information

Additional financial information and actuarial information can be found in the Maine PERS 2023 Comprehensive Annual Financial Report available online at www.mainepers.org or by contacting the System at (207) 512-3100.

Northport School Department - Group Health Insurance Plan - Maine Education Association Benefits Trust (MEABT)

Plan Description

Qualifying personnel of the School participate in the MEABT Group Health Plan. This plan is a single-employee OPEB plan not administered through a trust or similar arrangement. Accordingly, no assets are accumulated within the plan for the payment of future benefits.

Benefits Provided

Under the Health Plan, MEABT provides healthcare and life insurance benefits for retirees and their dependents. School employees over the age 55 with at least 5 years of continuous service are allowed to participate in the plan. Retirees that are designated in a plan pay 40% of the single coverage premium and 100% of the family coverage premium. At July 1, 2022 there were 19 active employees participating in this plan and 1 inactive retiree entitled to benefits.

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Northport School Department - Group Health Insurance Plan - Maine Education Association Benefits Trust (MEABT) - Continued

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

The School's total Health Plan OPEB liability reported as of June 30, 2024 of $82,493 was measured as of June 30, 2023 and was determined by an actuarial valuation as of June 30, 2022. For the year ended June 30, 2024 the School recognized OPEB expense of $11,625 related to the Health Plan. At June 30, 2024 the School reported deferred inflows of resources and deferred outflows of resources related to the Health Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 18,462	$ -
Contributions subsequent to measurement date	1,321	-
Changes in assumptions	14,842	11,060
Total	$ 34,625	$ 11,060

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

For the Year Ended June 30,	
2025	$ 6,114
2026	4,793
2027	4,793
2028	4,794
2029	5,075
Thereafter	(2,004)
Total	$ 23,565

The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement:

Salary Increases	2.75%
Discount Rate	3.65%
Healthcare Cost Trend Rates (Non-Medicare)	7.95% for 2024, decreasing thereafter
Healthcare Cost Trend Rates (Medicare)	5.62% for 2024, decreasing thereafter
Retirees' Share of Benefit Costs	40% of projected premiums

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Northport School Department - Group Health Insurance Plan - Maine Education Association Benefits Trust (MEABT) - Continued

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued

For the Health Plan, the mortality rate is based on the 2010 Public Teacher Benefits Healthy Retiree Mortality Tables. The discount rate of 3.65% used to measure the Health Plan OPEB liability was based upon high quality AA/Aa or higher bond yields in effect for 20 year, tax-exempt general obligation municipal bonds using the Bond Buyer 20-Bond GO Index.

The following presents the School's total OPEB liability related to the Health Plan calculated using the discount rate of 3.65%, as well as what the liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.65%) or 1 percentage point higher (4.65%) than the current rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB liability	$ 103,372	$ 82,493	$ 66,382

The following presents the School's total OPEB liability related to the Health Plan calculated using the healthcare cost rend rates as noted above, as well as what the liability would be if it were calculated using a discount rate that 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease	Health Care Cost Trend Rates	1% Increase
Total OPEB liability	$ 64,069	$ 82,493	$ 107,195

Town of Northport - Group Health Insurance Plan - Maine Municipal Employees Health Trust (MMEHT Plan)

Plan Description

Eligible Town employees are provided with health and life insurance through Maine Municipal Employees Health Trust (MMEHT Plan). The MMEHT Plan is a single-employer defined benefit OPEB plan. The Town's Board of Selectmen has authority to establish and amend the benefit terms. Employees are eligible if over the age of 55 with at least five years of service at retirement.

Benefits Provided

The MMEHT Plan provides healthcare and life insurance benefits for retirees and their dependents through payment of 100% of insurance premiums for single and family coverage. For employees eligible for Medicare, Medicare Parts A and B are primary coverage and the MMEHT Plan will determine a family member's benefit allowance based on applicable Medicare statutes and regulations.

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Town of Northport - Group Health Insurance Plan - Maine Municipal Employees Health Trust (MMEHT Plan) - Continued

Employees Covered by Benefit Terms

At June 30, 2024, the following employees were covered by the MMEHT Plan benefit terms:

Inactive employees (or beneficiaries) currently receiving benefit payments	-
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	2
	2

Contributions

The Town's contributions are determined by a rate set out by MMEHT. Contributions from the Town for the MMEHT Plan year ended December 31, 2024 were $286. Employees are generally required to contribute 20% of the cost of the Plan, unless the employee's contract with the Town states otherwise.

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

At June 30, 2024, the Town reported an OPEB liability of $18,946. The OPEB liability was measured as of January 1, 2024, and was determined by an actuarial valuation as of that date.

Changes in Total MMEHT OPEB liability during the year are as follows:

	Total MMEHT Plan OPEB Liability
Balance at June 30, 2023	$ 12,807
Changes for the year:	
Service costs	952
Interest	509
Differences between expected and actual experience	(387)
Changes of assumptions	5,231
Benefit payments	(166)
Net changes	6,139
Balance at June 30, 2024	$ 18,946

The change in assumptions reflects a change in the discount rate from 3.72% in 2023 to 3.26% in 2024. There were no other changes in assumption since the last valuation.

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Town of Northport - Group Health Insurance Plan - Maine Municipal Employees Health Trust (MMEHT Plan) - Continued

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - Continued

For the year ended June 30, 2024, the Town recognized OPEB revenue of $1,860 related to the MMEHT Plan. At June 30, 2024, the Town 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
Differences between expected and actual experience	$ -	$ 3,842
Changes in assumptions	4,185	1,162
Total	$ 4,185	$ 5,004

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

For the Year Ended June 30,	
2025	$ (3,319)
2026	563
2027	969
2028	968
Total	$ (819)

Actuarial Assumptions

The total OPEB liability in the January 1, 2024 actuarial valuation for the MMEHT Plan was determined using the following assumptions, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	3.26%
Salary increases	2.75%, average, including inflation
Healthcare cost trend rates (applied with a grading over 14 years to 4.00% per annum)	
Pre-Medicare Medical	6.50%
Pre-Medicare Drug	11.82%
Medicare Medical	9.65%
Medicare Drug	11.15%
Administrative and claims expense	3.00%

Mortality rates for the MMEHT Plan were based on the 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table for males and females. The actuarial assumptions used in the January 1, 2024 valuation for the MMEHT Plan were based on the results of an actuarial experience study covering the period June 30, 2016 through June 30, 2020.

Note I - Postemployment Benefits Other than Pensions (OPEB) - Continued

Town of Northport - Group Health Insurance Plan - Maine Municipal Employees Health Trust (MMEHT Plan) - Continued

Sensitivity of the Total MMEHT Plan OPEB Liability to Changes in the Discount Rate

The following presents the Town's total OPEB liability calculated using a discount rate of 3.26%, as well as what the Town's OPEB liability would be if it were calculated using a discount rate that is 1% lower (2.26%) or 1% higher (4.26%) than the current rate:

	1% Decrease (2.26%)	Current Discount Rate (3.26%)	1% Increase (4.26%)
Total OPEB liability	$ 21,635	$ 18,946	$ 16,688

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

The following presents the Town's total OPEB liability, as well as what the Town's OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Trend Rates	1% Increase
Total OPEB liability	$ 16,545	$ 18,946	$ 21,844

Note J - 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 is effectively self-insured. Currently, the Town carries commercial insurance for any risks of loss to which it may be exposed.

Based on the 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, 2024.

Note K - Commitments

The Town has entered into separate agreements with unrelated third parties for certain services. Future required payments under the agreements are as follows:

	2025	2026	2027	Total
Plowing and sanding	$ 186,440	$ 186,440	$ -	$ 333,280
Assessing	28,500	29,500	-	58,000
Revaluation	-	92,640	23,160	115,800
	$ 214,940	$ 308,580	$ 23,160	$ 546,680

Town of Northport, Maine

Note L - Budget to Actual Reconciliation

An explanation of the differences between budgetary inflows and outflows and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

Budgetary Basis:		
Revenues and Other Sources Over (Under) Expenditures and Other Uses	$	72,102
Sources/inflows of resources - reconciling items		
The Town does not budget for revenues received in assigned fund balance accounts:		
Interest income		14,875
Mooring fees		6,650
Miscellaneous		2,239
Transfers from other funds are inflows of budgetary resources but are not transfers for financial reporting purposes		22,000
Uses/outflows of resources - reconciling items		
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes		(33,494)
Generally Accepted Accounting Principles Basis:		
Revenues and Other Sources Over (Under) Expenditures and Other Uses	$	84,372

The difference between the general fund balance reported according to generally accepted accounting principles and the general fund balance reported according to the budgetary basis of accounting is accounted by the ending balances (shown in Note M) of the Digital Mapping Fund, Cemetery Reserve Fund, Wyman Park, Fire Truck Replacement, Sand/Salt Shed, Marine Reserve Fund, First Responders Equipment Reserve, Children's Community Christmas Reserve, and Records Prevention Reserve assigned fund balances.

Note M - Assigned Fund Balance

At June 30, 2024 the assigned general fund balance consisted of the following:

	Balance at 7/1/2023	Transfers/ Appropriations	Revenues	Expenditures	Balance at 6/30/2024
Personal Time	$ 20,506	$ -	$ -	$ 875	$ 19,631
Town Hall Building	41,266	10,000	-	19,163	32,103
Planning Board	7,545	1,350	-	1,610	7,285
Animal Control	15,852	6,750	2,900	9,660	15,842
Assessing - Revaluation	-	50,000	-	-	50,000
Dangerous Building	-	20,000	-	-	20,000
Roads and Bridges	543,890	200,000	502,616	866,150	380,356
State Community Resiliency Grant	-	-	50,000	22,340	27,660
Cemetery	10,667	7,000	-	7,913	9,754
General Assistance	7,204	2,500	8,570	11,111	7,163
Snowmobile Reimbursement	159	-	179	159	179
Solar Reimbursement	371	-	9	-	380
Northport Harbor Fund	21,741	13,000	5,077	16,832	22,986
Northport Needy Families	1,974	-	-	-	1,974
Northport Warm Neighbors Fund	12,919	-	700	1,000	12,619
Broadband	21,102	-	-	-	21,102
Transfer Station	95,579	107,000	110,696	207,247	106,028
Children’s Community Christmas	704	-	23	-	727
Records Preservation Reserve	21,505	1,790	862	-	24,157
Digital Mapping Fund	5,027	-	174	1,424	3,777
Cemetery Capital Reserve Fund	4,624	-	652	-	5,276
Wyman Park	3,959	-	169	-	4,128
Fire Truck Replacement	84,814	22,000	3,732	-	110,546
Sand/Salt Shed	17,027	-	727	-	17,754
Marine Reserve Fund	127,885	(12,000)	11,726	-	127,611
First Responders Equip. Reserve	92,789	(20,070)	3,909	-	76,628
Education	958,405	3,056,923	201,946	3,128,098	1,089,176
Education - MainePERS	148,930	(148,000)	-	-	930
Tree Growth Reimbursement	1,486	-	1,476	1,486	1,476
Veterans Exemption Reimb.	764	-	784	764	784
	$ 2,268,694	$ 3,318,243	$ 906,927	$ 4,295,832	$ 2,198,032

Town of Northport, Maine

Note N - Fund Balance

Fund balance consisted of the following as of June 30, 2024:

	General Fund	Other Governmental Funds	Total Governmental Funds
Fund Balances:			
Nonspendable fund balance:			
School Lunch	$ -	$ 2,482	$ 2,482
Cemetery Trust	-	5,080	5,080
Wyman Needy Trust	-	5,000	5,000
Christmas Charity	-	2,500	2,500
Total Nonspendable fund balance	-	15,062	15,062
Restricted fund balance:			
Unemployment Reserve	-	34,161	34,161
Student Activities	-	11,072	11,072
Insurance Fund	-	1,183	1,183
Cobe Grant	-	1,877	1,877
Private Library	-	9,888	9,888
Maine Community Foundation	-	332	332
Whole Kids	-	200	200
Proficiency Based Education	-	4,216	4,216
Maine Agriculture	-	25	25
Amazon Smiles	-	357	357
School Lunch Program	-	38,986	38,986
Student Needs	-	1,786	1,786
Private Special Education	-	48	48
Title IVA	-	2,736	2,736
Title IIA	-	1,817	1,817
Cemetery Trust	-	18,073	18,073
Wyman Needy Trust	-	124	124
Christmas Charity	-	357	357
Total Restricted fund balance	-	127,238	127,238
Committed fund balance:			
General Fund - School appropriations	630,000	-	630,000
Capital projects fund	-	90,000	90,000
Total Committed fund balance	630,000	90,000	720,000
Assigned fund balance:			
General Fund (See Note M)	2,198,032	-	2,198,032
Total Assigned fund balance	2,198,032	-	2,198,032

Town of Northport, Maine

Note N - Fund Balance - Continued

Unassigned fund balance (deficit):			
FFVP	-	(84)	(84)
IDEA	-	(7,730)	(7,730)
Title 1A	-	(17,804)	(17,804)
General fund	1,412,382	-	1,412,382
Total Unassigned fund balance (deficit)	1,412,382	(25,618)	1,386,764
Total Fund Balances	$ 4,240,414	$ 206,682	$ 4,447,096

Note O - Subsequent Events

Subsequent to year-end, the Town signed two significant contracts: 1) a $115,800 contract for revaluation of the Town and 2) a $189,505 contract for architectural design of a new town office.

Subsequent to year-end, the Town entered into a Bond Anticipation Note for construction of a new town office and community center with the anticipation that the Town will be awarded a federal grant totaling approximately $5,900,000 for the project. The Town can borrow up to $3,500,000 through maturity in June 2028 with no principal payments due prior to that date. Interest will be paid annually on the amount advanced at a rate of 4.398%.

Subsequent to year-end, the Town purchased a neighboring property to provide additional space for the town office project as well as a temporary office location during construction. The property was purchased in April 2026 in the amount of $325,000.

Combining Balance Sheet
Nonmajor Governmental Funds - Other Governmental Funds

Town of Northport, Maine

As of June 30, 2024

	Special Revenue	Permanent Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	$ 23,089	$ 36,835	$ -	$ 59,924
Investments	-	5,371	-	5,371
Accounts receivable	68,063	-	-	68,063
Inventory	2,482	-	-	2,482
Due from other funds	307,021	-	90,000	397,021
Total Assets	$ 400,655	$ 42,206	$ 90,000	$ 532,861
Liabilities and Fund Balances				
Liabilities				
Accounts payable	$ 1,250	$ -	$ -	$ 1,250
Accrued expenses	13,432	-	-	13,432
Unearned revenue	23,816	-	-	23,816
Due to other funds	287,681	-	-	287,681
Total Liabilities	326,179	-	-	326,179
Fund Balances				
Nonspendable	2,482	12,580	-	15,062
Restricted	97,612	29,626	-	127,238
Committed	-	-	90,000	90,000
Unassigned	(25,618)	-	-	(25,618)
Total Fund Balances	74,476	42,206	90,000	206,682
Total Liabilities and Fund Balances	$ 400,655	$ 42,206	$ 90,000	$ 532,861

See accompanying independent auditors' report.

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - Other Governmental Funds

Town of Northport, Maine

For the Year Ended June 30, 2024

	Special Revenue	Permanent Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Intergovernmental	$ 274,397	$ -	$ -	$ 274,397
Interest income	-	1,038	-	1,038
Net investment return	-	616	-	616
Lot sale	-	450	-	450
Miscellaneous	3,511	13,613	-	17,124
Net Revenues	277,908	15,717	-	293,625
Expenditures				
Education	330,796	12,434	-	343,230
Total Expenditures	330,796	12,434	-	343,230
Revenues Over (Under) Expenditures	(52,888)	3,283	-	(49,605)
Other Financing Sources (Uses)				
Operating transfers - in	50,000	-	20,000	70,000
Operating transfers - out	-	(200)	-	(200)
Total Other Financing Sources (Uses)	50,000	(200)	20,000	69,800
Revenues and Other Sources Over (Under) Expenses and Other Uses	(2,888)	3,083	20,000	20,195
Fund balances at beginning of year	77,364	39,123	70,000	186,487
Fund Balances at End of Year	$ 74,476	$ 42,206	$ 90,000	$ 206,682

See accompanying independent auditors' report.

Combining Balance Sheet
Permanent Funds - Trust Funds

Town of Northport, Maine

As of June 30, 2024

	Cemetery	Wyman Needy	Christmas Charity	Student Activities	Total
Assets					
Cash and cash equivalents	$ 17,782	$ 5,124	$ 2,857	$ 11,072	$ 36,835
Investments	5,371	-	-	-	5,371
Total Assets	$ 23,153	$ 5,124	$ 2,857	$ 11,072	$ 42,206
Liabilities and Fund Balances					
Liabilities					
Due to other funds	$ -	$ -	$ -	$ -	$ -
Fund Balances					
Nonspendable	5,080	5,000	2,500	-	12,580
Restricted	18,073	124	357	11,072	29,626
Total Fund Balances	23,153	5,124	2,857	11,072	42,206
Total Liabilities and Fund Balances	$ 23,153	$ 5,124	$ 2,857	$ 11,072	$ 42,206

See accompanying independent auditors' report.

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
Permanent Funds - Trust Funds

Town of Northport, Maine

For the Year Ended June 30, 2024

	Cemetery	Wyman Needy	Christmas Charity	Student Activities	Total
Revenues					
Interest income	$ 706	$ 215	$ 117	$ -	$ 1,038
Net investment return	616	-	-	-	616
Lot sale	450	-	-	-	450
Miscellaneous	-	-	-	13,613	13,613
Net Revenues	1,772	215	117	13,613	15,717
Expenditures					
Current	-	-	-	12,434	12,434
Total Expenditures	-	-	-	12,434	12,434
Revenues Over Expenditures	1,772	215	117	1,179	3,283
Other Financing Sources (Uses)					
Operating transfers - out	-	(200)	-	-	(200)
Total Other Financing Uses	-	(200)	-	-	(200)
Revenues and Other Sources Over Expenses and Other Uses	1,772	15	117	1,179	3,083
Fund balances at beginning of year	21,381	5,109	2,740	9,893	39,123
Fund Balances at End of Year	$ 23,153	$ 5,124	$ 2,857	$ 11,072	$ 42,206

See accompanying independent auditors' report.

Schedule of Valuation, Assessment and Collection of Taxes

Town of Northport, Maine

For the Year Ended June 30, 2024

Valuation		
Real estate		$ 300,985,810
Personal property		741,600
Total Valuation		$ 301,727,410
Assessment		
Valuation x Rate - $301,727,410 x .01625	$ 4,903,070	
Supplemental taxes	6,554	
Total Assessment Charged to Tax Collector		$ 4,909,624
Collection and Credits		
Cash collections	$ 4,753,109	
Tax abatements	5,031	
Total Collection and Credits		4,758,140
2024 Taxes and Liens Receivable - June 30, 2024		$ 151,484

See accompanying independent auditors' report.

Schedule of Departmental Operations (1 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2024

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Other Debits	Balances	
								Lapsed	Carried
General Government									
Office operations	$ -	$ 60,000	$ -	$ 16,851	$ 76,851	$ 66,294	$ -	$ 10,557	$ -
Assessing	-	25,750	-	-	25,750	25,750	-	-	-
Bank fees and service charges	-	-	-	-	-	3	-	(3)	-
Revaluation	-	50,000	-	-	50,000	-	-	-	50,000
State Community Resiliency Grant	-	-	-	50,000	50,000	22,340	-	-	27,660
Administration	-	202,716	-	-	202,716	200,331	-	2,385	-
Payroll taxes	-	28,000	-	-	28,000	27,741	-	259	-
Employee benefits - health insurance	-	33,000	-	-	33,000	25,126	-	7,874	-
Employee benefits - retirement	-	7,800	-	-	7,800	3,500	-	4,300	-
Personal time	20,506	-	-	-	20,506	875	-	-	19,631
Contingency	-	10,000	-	-	10,000	7,780	-	2,220	-
Town Hall operations	-	24,000	-	-	24,000	15,608	-	8,392	-
Town Hall building	41,266	10,000	-	-	51,266	19,163	-	-	32,103
Dangerous building	-	20,000	-	-	20,000	-	-	-	20,000
Legal	-	15,000	-	3,934	18,934	13,601	-	5,333	-
Planning Board	7,545	-	-	1,350	8,895	1,610	-	-	7,285
Code Enforcement office	-	23,000	-	11,372	34,372	20,202	-	14,170	-
Northport Village Corp.	-	7,000	-	-	7,000	7,000	-	-	-
Digital mapping	-	-	1,424	-	1,424	1,424	-	-	-
	69,317	516,266	1,424	83,507	670,514	458,348	-	55,487	156,679
Public Safety									
Fire department	-	79,850	-	28,186	108,036	101,730	-	6,306	-
Fire department chief's salary	-	6,500	-	-	6,500	5,723	-	777	-
Emergency management	-	3,500	-	-	3,500	2,500	-	1,000	-
Ambulance	-	19,106	-	-	19,106	19,106	-	-	-
First response medical team	-	12,000	20,070	750	32,820	32,820	-	-	-
Insurance	-	25,000	-	-	25,000	24,920	-	80	-
Street lights	-	1,500	-	-	1,500	843	-	657	-
E911 signs	-	-	-	156	156	-	-	156	-
Animal control	15,852	6,750	-	2,900	25,502	9,660	-	-	15,842
	15,852	154,206	20,070	31,992	222,120	197,302	-	8,976	15,842

See accompanying independent auditors' report.

Schedule of Departmental Operations (2 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2024

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Other Debits	Balances	
								Lapsed	Carried
Public Works									
Roads and bridges	$ 543,890	$ 200,000	$ -	$ 502,616	$ 1,246,506	$ 866,150	$ -	$ -	$ 380,356
Snow removal and sanding	-	250,000	-	150	250,150	250,061	-	89	-
	543,890	450,000	-	502,766	1,496,656	1,116,211	-	89	380,356
Health & Sanitation									
Septage contract	-	8,000	-	-	8,000	8,000		-	-
Transfer station	95,579	107,000	-	110,696	313,275	207,247	-	-	106,028
	95,579	115,000	-	110,696	321,275	215,247	-	-	106,028
Unclassified									
Cemetery	10,667	7,000	-	-	17,667	7,913	-	-	9,754
Children's Community Christmas Party	-	-	-	724	724	724	-	-	-
Social services	-	8,800	-	-	8,800	8,800	-	-	-
County tax	-	813,635	-	-	813,635	813,635	-	-	-
General assistance	7,204	2,500	-	8,570	18,274	11,111	-	-	7,163
Wyman Needy Fund	-	-	-	200	200	200	-	-	-
Wyman Park Maintenance Fund	-	1,500	-	-	1,500	1,400	-	100	-
Solar reimbursement	371	-	-	9	380	-	-	-	380
Snowmobile club payment	159	-	-	179	338	159	-	-	179
Northport Harbor Fund	21,741	13,000	-	5,077	39,818	16,832	-	-	22,986
Northport needy families	1,974	-	-	-	1,974	-	-	-	1,974
Northport scholarship	-	5,000	-	-	5,000	1,000	-	4,000	-
Northport Warm Neighbors Fund	12,919	-	-	700	13,619	1,000	-	-	12,619
Broadband	21,102	-	-	-	21,102	-	-	-	21,102
Marine Maintenance Fund	-	-	12,000	-	12,000	12,000	-	-	-
Community development	-	-	-	68,758	68,758	68,758	-	-	-
Abatements	-	-	-	-	-	18,722	-	(18,722)	-
	76,137	851,435	12,000	84,217	1,023,789	962,254	-	(14,622)	76,157

See accompanying independent auditors' report.

Schedule of Departmental Operations (3 of 3)

Town of Northport, Maine

For the Year Ended June 30, 2024

	Beginning Balance	Appropriations	Budget Transfer	Other Credits	Total Available	Expended	Other Debits	Balances	
								Lapsed	Carried
Education									
Education	$ 1,518,905	$ 2,978,423	$ 148,000	$ 201,946	$ 4,847,274	$ 3,058,098	$ 70,000	$ -	$ 1,719,176
Debt Service	-	293,809	-	-	293,809	293,809	-	-	-
Assigned Accounts									
Education - MainePERS	148,930	-	(148,000)	-	930	-	-	-	930
Children's Community Christmas Reserve	704	-	-	23	727	-	-	-	727
Records Preservation Reserve	21,505	-	-	2,652	24,157	-	-	-	24,157
Digital Mapping Reserve	5,027	-	(1,424)	174	3,777	-	-	-	3,777
Cemetery Capital Reserve	4,624	-	-	652	5,276	-	-	-	5,276
Wyman Park	3,959	-	-	169	4,128	-	-	-	4,128
Fire Truck Replacement	84,814	22,000	-	3,732	110,546	-	-	-	110,546
Sand/Salt Shed	17,027	-	-	727	17,754	-	-	-	17,754
First Responders Equipment Reserve	92,789	-	(20,070)	3,909	76,628	-	-	-	76,628
Marine Reserve Fund	127,885	-	(12,000)	11,726	127,611	-	-	-	127,611
	507,264	22,000	(181,494)	23,764	371,534	-	-	-	371,534
	$ 2,826,944	$ 5,381,139	$ -	$ 1,038,888	$ 9,246,971	$ 6,301,269	$ 70,000	$ 49,930	$ 2,825,772

See accompanying independent auditors' report.

Schedule of the Town's Proportionate Share of the Net Pension Liability

Town of Northport, Maine
Northport School Department

Last ten fiscal years*

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016
Town's proportion of the net pension liability (asset)	0.006236%	0.005719%	0.005526%	0.002170%	0.002241%	0.002882%	0.002221%	0.000929%	0.000000%
Town's proportionate share of the net pension liability (asset)	$ 94,609	$ 84,922	$ 46,740	$ 35,420	$ 32,850	$ 38,891	$ 32,275	$ 16,412	$ -
State's proportionate share of the net pension liability (asset) associated with the Town	969,589	986,161	589,962	1,188,745	1,011,440	843,030	822,890	608,460	-
Total	$ 1,064,198	$ 1,071,083	$ 636,702	$ 1,224,165	$ 1,044,290	$ 881,921	$ 855,165	$ 624,872	$ -
Town's covered-employee payroll	$ 1,044,172	$ 1,026,920	$ 1,057,333	$ 1,021,224	$ 949,778	$ 801,457	$ 706,262	$ 479,390	$ -
Town's portortionate share of the net pension liability (asset) as a percentage of its covered employee payroll	9.06%	8.27%	4.42%	3.47%	3.46%	4.85%	4.57%	3.42%	0.00%
Plan fiduciary net position as a percentage of the total pension liabili	86.00%	85.80%	92.12%	81.03%	84.52%	85.17%	83.35%	76.21%	83.55%

*The amounts presented for each fiscal year were determined as of June 30 of the preceeding fiscal year. The data above was determined by the actuarial valuation which was one year prior to the audit report date. Retroactive information is not required to be presented. A full ten year schedule will be displayed as it becomes available.

See accompanying independent auditors' report.

Schedule of the Town's Pension Contributions

Town of Northport, Maine
Northport School Department

Last ten fiscal years*

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016
Contractually required contribution	$ 62,292	$ 52,179	$ 51,793	$ 50,288	$ 44,028	$ 39,759	$ 35,789	$ 26,482	$ 17,430
Contributions in relation to the contractually required contributi	62,292	52,179	51,793	50,288	44,028	39,759	35,789	26,482	17,430
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Town's covered-employee payroll	$ 1,095,047	$ 1,044,172	$ 1,026,920	$ 1,057,033	$ 1,021,224	$ 949,778	$ 801,457	$ 706,262	$ 479,280
Contributions as a percentage of covered-employee payroll	5.69%	4.99%	5.04%	4.76%	4.31%	4.19%	4.47%	3.75%	3.64%

*The amounts presented for each fiscal year were determined as of June 30 of the preceeding fiscal year, which differs from the timeframes used in the Schedule of the Town's Proportionate Share of the Net Pension Liability. Retroactive information is not required to be presented. A full ten year schedule will be displayed as it becomes available.

See accompanying independent auditors' report.

Schedule of the Town's Proportionate Share of the MEPERS Plan Net OPEB Liability

Town of Northport, Maine
Northport School Department

Last ten fiscal years*

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
Town's proportion of net OPEB liability	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%
Town's proportionate share of the net OPEB liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State of Maine's proportionate share of the net pension liability	20,201	22,349	12,663	22,784	21,324	22,700	18,132
Total	$ 20,201	$ 22,349	$ 12,663	$ 22,784	$ 21,324	$ 22,700	$ 18,132
Town's covered employee payroll	$ 1,044,172	$ 1,026,920	$ 1,057,333	$ 1,021,224	$ 949,778	$ 801,457	$ 706,262
Town's proportionate share of the net OPEB liability as a percentage of its covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	71.54%	66.68%	81.88%	49.51%	62.29%	61.14%	60.11%
Contractually required contributions	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Contributions made in relation to contractually required amount	-	-	-	-	-	-	-
Contribution excess (deficiency)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Contributions as a percentage of covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30. The data above was determined by the actuarial valuation date which was one year prior to the audit report date Retroactive information is not required to be presented. A full ten year schedule will be displayed as it becomes available.

See accompanying independent auditors' report.

Schedule of the Town's Proportionate Share of the MEABT Plan Net OPEB Liability

Town of Northport, Maine
Northport School Department

Last ten fiscal years*

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019
Total OPEB Liability:						
Service cost	$ 3,929	$ 4,555	$ 4,421	$ 2,283	$ 1,924	$ 2,059
Interest	2,903	1,809	1,705	1,282	1,131	1,042
Changes in benefit terms	-	-	-	(14,769)	-	-
Differences between expected and actual experience	-	3,946	-	27,708	-	-
Changes of assumptions or other inputs	(2,040)	(10,414)	989	21,920	4,012	(2,869)
Benefit payments	(737)	(1,270)	(84)	-	-	-
Net change in total OPEB liability	4,055	(1,374)	7,031	38,424	7,067	232
Total OPEB liability, beginning of year	78,438	79,812	72,781	34,357	27,290	27,058
Total OPEB liability, end of year	$ 82,493	$ 78,438	$ 79,812	$ 72,781	$ 34,357	$ 27,290
Covered employee payroll	$ 981,014	$ 957,087	$ 1,002,515	$ 978,063	$ 836,020	$ 813,645
Net OPEB liability as a percentage of covered employee payroll	8.41%	8.20%	7.96%	7.44%	4.11%	3.35%

*The amounts presented for each fiscal year were determined as of June 30. The data above was determined by the actuarial valuation date which was one year prior to the audit report date. Retroactive information is not required to be presented. A full ten year schedule will be displayed as it becomes available.

See accompanying independent auditors' report.

Schedule of Changes in the Town's Total MMEHT Plan OPEB Liability and Related Ratios

Town of Northport, Maine

Last ten fiscal years*

	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
Total OPEB Liability:							
Service cost	$ 952	$ 1,147	$ 1,236	$ 1,053	$ 761	$ 837	$ 812
Interest	509	294	600	689	797	685	709
Changes of benefits	-	-	-	-	(490)	-	-
Differences between expected and actual experience	(387)	-	(14,134)	-	36	-	(64)
Changes of assumptions or other inputs	5,231	(1,630)	(1,392)	1,508	4,635	(1,597)	(35)
Benefit payments	(166)	(247)	(288)	(277)	(327)	(314)	(284)
Net change in total OPEB liability	6,139	(436)	(13,978)	2,973	5,412	(389)	1,138
Total OPEB liability, beginning of year	12,807	13,243	27,221	24,248	18,836	19,225	18,087
Total OPEB liability, end of year	$ 18,946	$ 12,807	$ 13,243	$ 27,221	$ 24,248	$ 18,836	$ 19,225
Covered employee payroll	$ 104,815	$ 87,738	$ 87,738	$ 96,682	$ 96,682	$ 87,779	$ 87,779
Net OPEB liability as a percentage of covered employee payroll	18.08%	14.60%	15.10%	28.20%	25.08%	21.46%	21.90%

*The amounts presented for each fiscal year were determined as of January 1 of the current fiscal year. The first year of implementation was June 30, 2018. Therefore, only seven years are shown. A full ten year schedule will be displayed as it becomes available.

See accompanying independent auditors' report.

Notes to the Required Supplemental Information

Town of Northport, Maine

Notes to the Schedule of the Town's Proportionate Share of the Net Pension Liability and the Schedule of Town Contributions

The information presented in the Schedule of the Town's Proportionate Share of the Net Pension Liability and the Schedule of Town Contributions was determined as part of the actuarial valuation at the dates indicated.

The information presented relates solely to the Town of Northport School Department and not to the System as a whole.

Notes to the Schedule of Changes in the Town's Total MMEHT Plan OPEB Liability and Related Ratios

There were no changes to benefit terms aside from changes in claims costs and contributions which will reflect market changes in healthcare costs during the year ended June 30, 2024.

There were no changes in size of the population during the year ended June 30, 2024.

Changes in assumptions for the year ended June 30, 2024 included a increase in the discount rate from 3.54% to 3.65%.

See accompanying independent auditors' report.