Federal Compliance Audit

Town of Lisbon, Maine

June 30, 2024

RHR SMITH & COMPANY
Certified Public Accountants

Proven Expertise & Integrity

TOWN OF LISBON, MAINE

JUNE 30, 2024

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INDEPENDENT AUDITOR'S REPORT

Town Council
Town of Lisbon, Maine

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

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

Summary of Opinions

Opinion Unit	Type of Opinion
Governmental Activities	Qualified
Business-type Activities (Presented 12/31/23)	Unmodified
General Fund	Qualified
Education Fund	Unmodified
Loan Program Fund	Unmodified
USD Road Loan Grant CIP	Unmodified
Treatment Plant Fund	Unmodified
Ferry Road Fund	Unmodified
Water Department (Presented 12/31/23)	Unmodified
Aggregate Remaining Fund Information	Unmodified

Qualified Opinions on the Governmental Activities and General Fund

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the Governmental Activities and General Fund, of the Town of Lisbon, Maine, as of June 30, 2024, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

3 Old Orchard Road, Buxton, Maine 04093
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609
www.rhrsmith.com

Unmodified Opinions on the Business-type Activities, Education Fund, Loan Program Fund, USDA Road Loan Grant CIP, Treatment Plant Fund, Ferry Road Fund, Water Department and Aggregate Remaining Fund Information

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the Business-type activities, Education Fund, Loan Program Fund, USDA Road Loan Grant CIP, Treatment Plant Fund, Ferry Road Fund, Water Department and Aggregate Remaining Fund Information of the Town of Lisbon, Maine as of June 30, 2024 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit of the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Lisbon, 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.

Matters Giving Rise to Qualified Opinions on the Governmental Activities and General Fund

Management has not provided accurate account reconciliations for material balances in the Governmental Activities and General Fund such as certain cash and cash equivalents, due from other governments, taxes/liens receivable, accrued payroll and related items and deferred revenue - property taxes. The amount these inaccurate or incomplete reconciliations could affect the assets, liabilities, deferred inflows of resources, fund balance, expenditures and revenues of the Governmental Activities and General Fund has not been determined.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material misstatements of the financial statements, whether due to fraud or error and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Lisbon, 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 doubt about the Town of Lisbon, 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, pension and OPEB information on pages 6 through 17 and 100 through 113 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Lisbon, Maine's basic financial statements. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues, Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards and* is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements

or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues, Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2025, on our consideration of the Town of Lisbon, Maine's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the Town of Lisbon, Maine's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Lisbon, Maine's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
September 24, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024

(UNAUDITED)

The following management's discussion and analysis of Town of Lisbon, Maine's financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2024. Please read it in conjunction with the Town's financial statements.

Financial Statement Overview

In accordance with generally accepted accounting principles, the Town presents two kinds of statements, each with a different snapshot of the Town's finances. The government-wide financial statements present financial information on the Town as a whole. The focus of the fund statements is on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Town's accountability.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad view of the Town's finances, in a manner similar to private-sector businesses. The Statement of Net Position presents information on all of the Town's assets, deferred outflow of resources, liabilities and deferred inflows of resources with the aggregate difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type) activities. The governmental activities of the Town include general governmental, public safety, public works, public services, general assistance, education, TIF and unclassified. The business-type activities of the Town include the Lisbon Water Department. The government-wide financial statements can be found on pages 18 through 21 of this report.

Fund Financial Statements

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

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

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

The Town of Lisbon presents seven columns in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances. The Town's major governmental funds are the general fund, education fund, loan program fund, USDA road loan grant CIP, treatment plant fund and Ferry Road fund. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 22 through 25 of this report.

The Town adopts an annual budget for its General Fund and Education Fund. Budgetary comparison schedules have been provided for the General Fund and Education Fund to demonstrate compliance with these budgets. The Town did not adopt any significant budget amendments for the fiscal year ended June 30, 2024.

Proprietary Funds: The Town of Lisbon maintains one proprietary fund, the water fund. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the

government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements. The proprietary fund financial statements can be found on pages 26 through 30 of this report.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the Town of Lisbon. These funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the Town's own programs. The Town maintains one fiduciary fund: a private purpose trust fund, which accounts for scholarships. The fiduciary fund financial statements can be found on pages 31 and 32 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Changes in Net Position - Fiduciary Funds on pages 33 through 98 of this report.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund, Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - Education Fund, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions - Pensions, Schedule of Changes in Net OPEB Liability - MMEHT Plan, Schedule of Changes in Net OPEB Liability and Related Ratios - MMEHT Plan, Schedule of Changes in Net OPEB Liability - MEABT Plan, Schedule of Changes in Net OPEB Liability and Related Ratios - MEABT Plan, Schedule of Proportionate Share of the Net OPEB Liability - SET Plan, Schedule of Contributions - OPEB - Health Plans, Schedule of Contributions - OPEB SET Plan and Notes to Required Supplementary Information. Required supplementary information can be found on pages 99 through 113 of this report.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regards to nonmajor funds and other detailed budgetary information for the general fund. The combining and other schedules can be found on pages 114 through 145 of this report.

Financial Analysis of the Town as a Whole

The Town is presenting current and prior year comparative information in the Management's Discussion and Analysis to provide a means of analyzing its' financial condition and position as of June 30, 2024.

Government-Wide Financial Analysis

Our analysis below focuses on the net position and changes in net position of the Town's governmental activities and business-type activities.

Table 1
Town of Lisbon, Maine
Net Position

	Governmental Activities		Business-type Activities	
	6/30/24	6/30/23 (Restated)	12/31/23	12/31/22
Assets:				
Current Assets	$ 16,698,587	$ 17,106,537	$ 2,939,139	$ 1,965,353
Noncurrent Assets:				
Capital Assets	38,101,604	37,319,201	8,729,010	7,884,451
Other Assets	849,042	104,806	254,105	321,137
Total Assets	55,649,233	54,530,544	11,922,254	10,170,941
Deferred Outflows of Resources:				
Deferred Outflows Related to Pensions	1,687,775	1,759,642	68,272	112,341
Deferred Outflows Related to OPEB	854,461	963,349	11,748	11,712
Total Deferred Outflows of Resources	2,542,236	2,722,991	80,020	124,053
Liabilities:				
Current Liabilities	4,424,045	4,110,599	979,836	491,682
Noncurrent Liabilities	22,254,900	24,158,837	3,183,846	2,221,889
Total Liabilities	26,678,945	28,269,436	4,163,682	2,713,571
Deferred Inflows of Resources:				
Prepaid Taxes	47,261	35,448	-	-
Deferred Revenue	226,210	733,800	-	-
Regulatory Reserves	-	-	407,725	385,125
Deferred Inflows Related to Leases	-	-	321,137	386,213
Deferred Inflows Related to Pensions	378,962	776,240	44,108	71,051
Deferred Inflows Related to OPEB	542,975	621,401	48,949	39,929
Total Deferred Inflows of Resources	1,195,408	2,166,889	821,919	882,318
Net Position:				
Net Investment in Capital Assets	21,150,825	17,778,400	6,428,468	6,151,509
Restricted	5,455,250	4,708,050	411,028	403,173
Unrestricted	3,711,041	4,330,760	177,177	144,423
Total Net Position	$ 30,317,116	$ 26,817,210	$ 7,016,673	$ 6,699,105

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the Town of Lisbon, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $30,317,116 at June 30, 2024 for the governmental activities.

The largest portion of the Town's net position (69.77%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The Town of Lisbon uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position (17.99%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position ($3,711,041 and 12.24% of total net position) may be used to meet the Town's ongoing obligations to citizens and creditors. The Town is able to report positive balances in net position for the government as a whole, as well as for its separate governmental activities for the fiscal year ended June 30, 2024.

The Town's governmental net position increased $3,499,906 during the fiscal year ended June 30, 2024. Governmental noncurrent other assets increased $744,236 which reflects increases in notes receivable balances. Noncurrent capital assets increased $782,403 reflecting capital asset additions of $2,938,573, net disposals of $29,196 and depreciation expense of $2,126,974. Current liabilities increased by $313,446. Noncurrent liabilities decreased by $1,903,937. Restricted net position increased by $747,200 and unrestricted net position decreased $619,719.

The Town's total business-type net position increased by $317,568 from $6,699,105 to $7,016,673. Unrestricted net position for business-type activities increased to a balance of $177,177.

For more detailed information, see the Statement of Net Position on page 18 and 19.

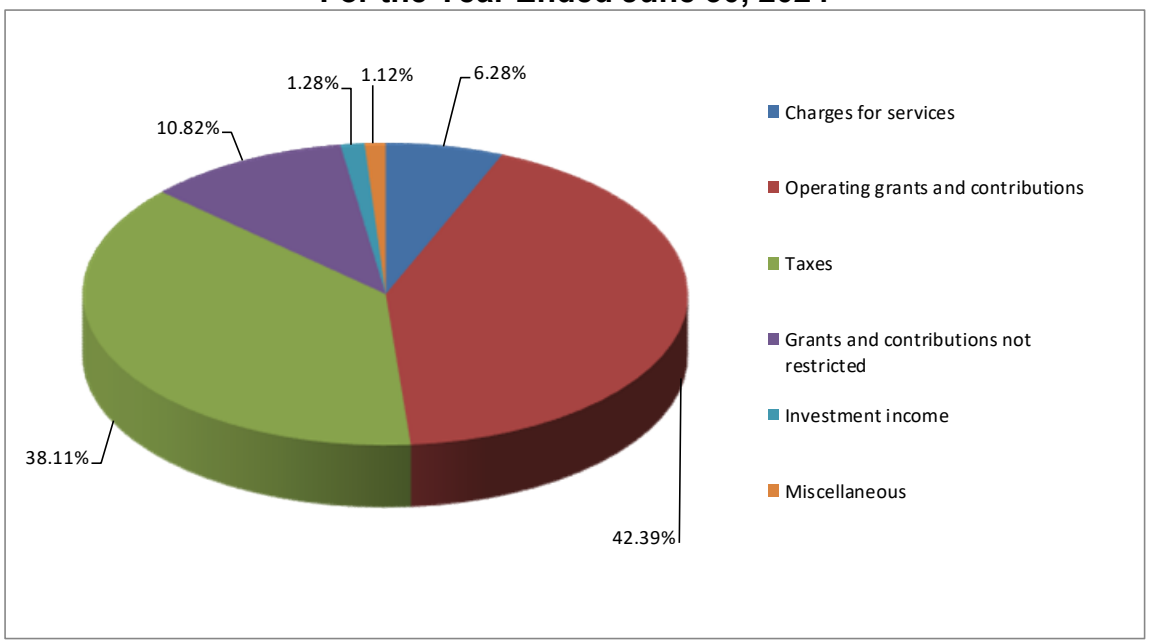
Revenues and Expenses

The following table summarizes the revenues and expenses of the Town's activities:

Table 2
Town of Lisbon, Maine
Changes in Net Position

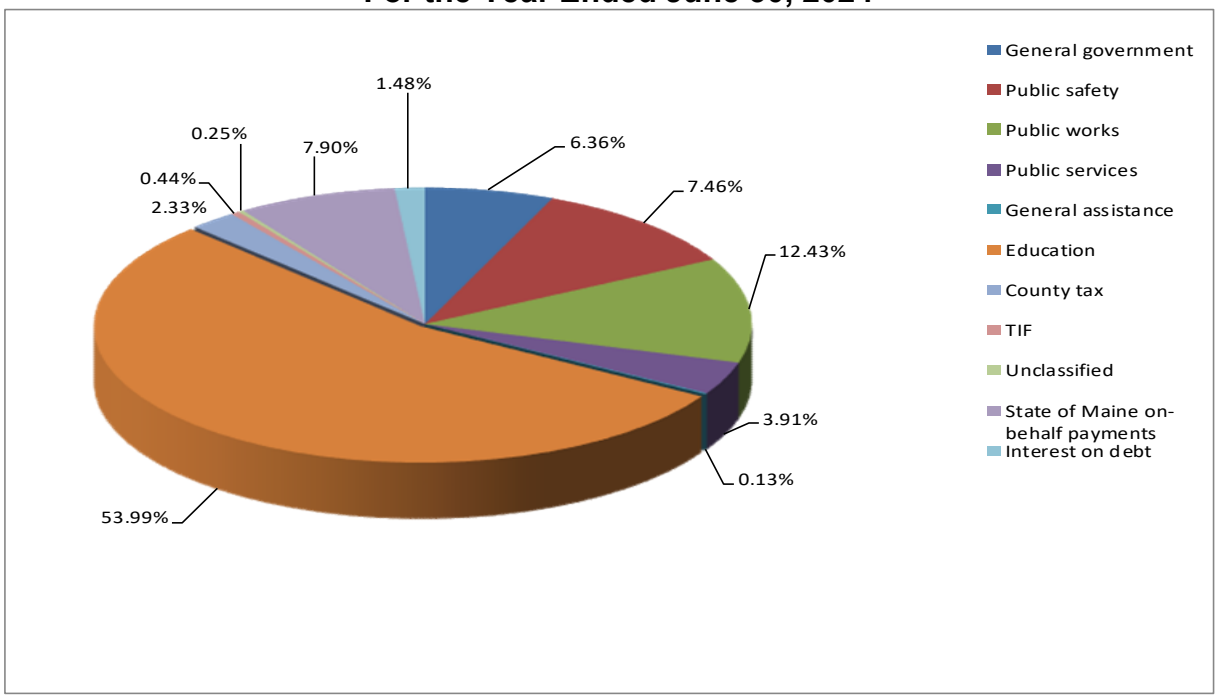
	Governmental Activities		Business-type Activities	
	6/30/24	**6/30/23**	**12/31/23**	**12/31/22**
Revenues				
Program Revenues:				
Charges for services	$ 2,758,108	$ 2,438,213	$ 1,715,236	$ 1,589,792
Operating grants and contributions	18,608,008	15,210,496	-	-
General Revenues:				
Taxes	16,725,609	15,728,218	-	-
Grants and contributions not restricted to specific programs	4,748,641	4,631,142	-	-
Investment income	562,370	233,886	-	-
Miscellaneous	489,693	672,885	157,666	110,962
Total Revenues	43,962,722	38,914,840	1,872,902	1,700,754
Expenses				
General government	2,574,914	2,995,985	-	-
Public safety	4,359,154	3,468,289	-	-
Public works	5,030,083	3,688,858	-	-
Public services	1,580,639	1,376,917	-	-
General assistance	52,011	34,043	-	-
Education	21,847,036	19,896,627	-	-
County tax	944,694	836,292	-	-
TIF	179,003	395,486	-	-
Unclassified	100,915	176,523	-	-
Water department	-	-	1,566,357	1,359,256
State of Maine on-behalf payments	3,196,461	2,730,681	-	-
Interest on debt	597,906	141,261	-	-
Total Expenses	40,462,816	35,740,962	1,566,357	1,359,256
Contributions in aid of construction/capital	-	-	11,023	1,063,622
Change in Net Position	3,499,906	3,173,878	317,568	1,405,120
Net Position - July 1, As Previously Presented	32,721,394	29,547,516	6,699,105	5,293,985
Net Position Corrections	(5,904,184)	-	-	-
Net Position - July 1, As Restated	26,817,210	29,547,516	6,699,105	5,293,985
Net Position - June 30	$ 30,317,116	$ 32,721,394	$ 7,016,673	$ 6,699,105

Town of Lisbon, Maine
Revenues Pie Chart
For the Year Ended June 30, 2024



Charges for services are primarily comprised of police and dispatch, animal control and solid waste services. Taxes of $16,725,609 increased $997,391 during fiscal year 2024. Operating grants and contributions are primarily comprised of school subsidies, which are the second largest revenue source in the Education Fund.

Town of Lisbon, Maine
Expenses Pie Chart
For the Year Ended June 30, 2024



The Town's expenses totaled $40,462,816 for fiscal year ended June 30, 2024 as compared to $35,740,962 for the year ended June 30, 2023. Education (53.99%) and State of Maine on-behalf payments (7.90%) account for the majority of expenses, representing 61.89% of the total for fiscal year 2024. Public safety expenses related to the operations of the Police Department and Fire Department accounted for 10.77% of the total and Public Works expenses accounted for 12.43% of the total.

Revenues for the Department's water activities increased by $172,148, while total expenses increased by $207,101. The increase in revenues was primarily due to an increase in charges for services. Expenses remained consistent with prior year overall.

Financial Analysis of the Town's Fund Statements

For the fiscal year ended June 30, 2024, the governmental funds had a combined fund balance of $14,838,793. This reflects an increase from the prior year restated fund balance of $14,410,327. The General Fund, which is the main operating fund of the Town of Lisbon, reported a current year decrease of $99,332 in fund balance. The other major fund balances increased by $279,524. The nonmajor fund balances increased by $248,274. General fund revenues of $21,885,800 were $799,246 higher than budgeted amounts. Property taxes of $14,791,444 were $7,775 higher than budgeted amounts. Excise tax revenues of $1,934,165 were $327,165 higher than budgeted amounts.

The Town's operating expenditures of $13,881,554 were $505,308 less than budgeted amounts. The Town has continued its efforts to reduce expenditures wherever possible throughout the year. General government expenditures of $2,654,023 were $27,012 higher than budgeted amounts. Public safety expenditures of $4,170,183 were under budget by $136,391. Public works expenditures of $3,755,014 were under budget by $299,957.

Proprietary funds: The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The water fund had an operating income for the current year of $260,145.

Table 3
Town of Lisbon, Maine
Fund Balances - Governmental Funds
June 30,

	2024	2023 (Restated)	Increase/ (Decrease)
Major Funds:			
General Fund:			
Nonspendable	$ 11,665	$ 21,515	$ (9,850)
Committed	1,800,000	1,800,000	-
Assigned	-	48,927	(48,927)
Unassigned	3,468,026	3,508,581	(40,555)
Total General Fund	5,279,691	5,379,023	(99,332)
Education Fund:			
Restricted	2,523,838	2,385,947	137,891
Loan Program:			
Nonspendable	881,015	104,806	776,209
Committed	296,011	623,081	(327,070)
Total Loan Program	1,177,026	727,887	449,139
USDA Road Loan Grant CIP:			
Restricted	60,709	60,709	-
Treatment Plant Fund:			
Committed	2,738,401	2,778,127	(39,726)
Ferry Road Fund:			
Restricted	472,584	740,364	(267,780)
Total Major Funds	$12,252,249	$12,072,057	$ 180,192
Nonmajor Funds:			
Special Revenue Funds:			
Nonspendable	$ 21,029	$ 21,029	$ -
Restricted	1,641,048	1,543,451	97,597
Committed	960,745	1,037,852	(77,107)
Assigned	357,711	404,577	(46,866)
Unassigned (Deficit)	(508,799)	(846,609)	337,810
Capital Projects Funds:			
Committed	285,085	272,185	12,900
Unassigned (Deficit)	(201,875)	(123,951)	(77,924)
Permanent Funds:			
Nonspendable	1,118	1,118	-
Restricted	30,482	28,618	1,864
Total Nonmajor Funds	$ 2,586,544	$ 2,338,270	$ 248,274

Capital Asset and Long-term Debt Administration

Capital Assets

As of June 30, 2024, the net book value of governmental-type capital assets recorded by the Town increased by $782,403. This increase was a result of capital additions of $2,938,573 less net disposals of $29,196 and current year depreciation expense of $2,126,974. The net book value of business-type capital assets as of December 30, 2023 increased by $844,559. This increase was a result of capital additions of $1,130,672 less current year depreciation expense of $286,113.

Table 4
Town of Lisbon, Maine
Capital Assets (Net of Depreciation)

	Governmental Activities	
	6/30/24	6/30/23 (Restated)
Land	$ 1,048,575	$ 1,048,575
Construction in progress	8,333,408	7,159,129
Buildings and improvements	15,920,718	18,422,437
Equipment and vehicles	3,370,805	3,073,553
Infrastructure	9,428,098	7,615,507
Total	$ 38,101,604	$ 37,319,201

	Business-type Activities	
	12/31/23	12/31/22
Water fund	$ 8,729,010	$ 7,884,451
Total	$ 8,729,010	$ 7,884,451

Long-term Debt

As of June 30, 2024, the Town had a total of $17,423,363 of long-term debt outstanding. Of this amount, $14,859,816 is in the form of general obligation bonds that are backed by the full faith and credit of the Town government. Normally, the debt service on the general obligation bonds is paid with a component of the property tax levy. Typically, the School Department enjoys a shared cost of debt service with the State of Maine for any project that the State of Maine deems to be necessary as approved by the State Board of Education and the Commissioner of the Department of Education.

Included in the notes from direct borrowings payable outstanding at the end of 2023 are two Qualified Energy Conservation Bond leases for Municipal Government operations and School Department operations amounting to $424,032 and $494,073, respectively. The proceeds of these tax favored bond issues were used to pay for capital costs related to energy savings improvements in Town and School Buildings.

Table 5
Town of Lisbon, Maine
Bonded and Similar Indebtedness

	Governmental Activities		Business-type Activities	
	6/30/24	**6/30/23 (Restated)**	**12/31/23**	**12/31/22**
General obligation bonds	$ 14,859,816	$ 16,622,279	$ 3,522,499	$ 2,434,118
Notes from direct borrowings payable	2,563,547	2,918,522	-	-
Total	$ 17,423,363	$ 19,540,801	$ 3,522,499	$ 2,434,118

In Maine, a municipality may not incur debt which would cause its total debt outstanding at any time, exclusive of debt incurred for school purposes, for storm or sanitary sewer purposes, for energy facility purposes or for municipal airport purposes to exceed 7 1/2% of its last full state valuation or any lower percentage or amount that the citizens of the Town may set by Charter or Ordinance. A municipality may incur debt for school purposes to an amount outstanding at any time not exceeding 10% of its last full state valuation or any lower percentage or amount that a municipality may set, for storm or sanitary sewer purposes to an amount outstanding at any time not exceeding 7 1/2% of its last full state valuation or any lower percentage or amount that the citizens of the Town may set by Charter or Municipal Ordinance. Municipalities may set for municipal airport and special district purposes an amount outstanding at any time not exceeding 3% of its last full state valuation or any lower percentage or amount that a municipality may set. However, in no case may a municipality incur debt which would cause its total debt outstanding at any time to exceed 15% of its last full state valuation or any lower percentage or amount that a municipality self-imposes.

However, the Town has a self-imposed debt limit of 5% of the assessed value of taxable property in the Town ($701,016,300). Per the Town's revenue policy, long term debt will only be used to finance long-lived capital and operating assets.

Currently Known Facts, Decisions or Conditions

Economic Factors and Next Year's Budgets and Rates

The financial results for the year ended June 30, 2024 as outlined in the above discussion and analysis, continue to show slight improvement from prior years, which is indicative of the economic stabilization and spotty growth occurring in the local and state economy. Economic improvement is expected to continue as retail, housing and public revenue sectors continue to show signs of growth. Stability in real estate and personal property tax and excise taxes are expected to continue. State aid for education is expected to increase. The Town Council continues to emphasize a disciplined and strategic allocation of resources and fiscal prudence to ensure Lisbon's long-term financial sustainability. Subsequently to the fiscal year, the Council continues to transfer excess operating revenues to areas of fiscal service with an emphasis on TIF

funds and capital projects funds. The Town's ongoing management of its finances has enabled the Town to meet its financial obligations while adding to the Town's Fund Balance. The Town's general credit ratings have remained stable. Although general government's expenditure budget has remained austere, the employees continue to strive to provide Lisbon's citizens with above average services.

Significant factors considered in preparing the Town's budget for the next fiscal year include the following:

- The primary revenue, real estate and personal property taxes are expected to remain flat. Requested increases in the general government budget and school department budget will continue to be constrained by nearly flat resources.

Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors 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 Finance Department at 300 Lisbon Street, Lisbon, Maine 04250.

TOWN OF LISBON, MAINE

STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	$ 13,970,373	$ 418,277	$ 14,388,650
Investments	1,043,609	513,802	1,557,411
Accounts receivable (net of allowance for uncollectibles):			
Taxes	81,491	-	81,491
Liens	356,573	-	356,573
Other	662,423	96,733	759,156
Notes receivable (net of allowance for uncollectibles) - current portion	31,973	-	31,973
Accrued revenue	-	213,775	213,775
Prepaid items	11,665	-	11,665
Due from other governments	519,451	-	519,451
Inventory	21,029	51,666	72,695
Leases receivable (net of allowance for uncollectibles) - current portion	-	67,032	67,032
Total current assets	16,698,587	1,361,285	18,059,872
Noncurrent assets:			
Notes receivable (net of allowance for uncollectibles) - noncurrent portion	849,042	-	849,042
Leases receivable (net of allowance for uncollectibles) - noncurrent portion	-	254,105	254,105
Capital assets			
Land and other assets not being depreciated	9,381,983	-	9,381,983
Buildings,equipment, vehicles and infrastructure, net of accumulated depreciation	28,719,621	8,729,010	37,448,631
Total noncurrent assets	38,950,646	8,983,115	47,933,761
Other assets:			
Restricted cash	-	1,577,854	1,577,854
Total other assets	-	1,577,854	1,577,854
TOTAL ASSETS	55,649,233	11,922,254	67,571,487
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	1,687,775	68,272	1,756,047
Deferred outflows related to OPEB	854,461	11,748	866,209
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,542,236	80,020	2,622,256
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 58,191,469	$ 12,002,274	$ 70,193,743

TOWN OF LISBON, MAINE

STATEMENT OF NET POSITION
JUNE 30, 2024

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current liabilities:			
Accounts payable	$ 123,544	$ 398,483	$ 522,027
Customer deposits	-	4,080	4,080
Payroll related liabilities	2,069,420	9,365	2,078,785
Accrued interest	-	15,346	15,346
Current portion of long-term obligations	2,231,081	552,562	2,783,643
Total current liabilities	4,424,045	979,836	5,403,881
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Bonds payable	13,110,480	2,975,089	16,085,569
Notes from direct borrowings payable	2,205,784	-	2,205,784
Accrued compensated absences	371,946	15,457	387,403
Net pension liability	2,381,076	170,017	2,551,093
Net OPEB liability	4,185,614	23,283	4,208,897
Total noncurrent liabilities	22,254,900	3,183,846	25,438,746
TOTAL LIABILITIES	26,678,945	4,163,682	30,842,627
DEFERRED INFLOWS OF RESOURCES			
Prepaid taxes	47,261	-	47,261
Deferred revenue	226,210	-	226,210
Regulatory reserves	-	407,725	407,725
Deferred inflows related to leases	-	321,137	321,137
Deferred inflows related to pensions	378,962	44,108	423,070
Deferred inflows related to OPEB	542,975	48,949	591,924
TOTAL DEFERRED INFLOWS OF RESOURCES	1,195,408	821,919	2,017,327
NET POSITION			
Net investment in capital assets	21,150,825	6,428,468	27,579,293
Restricted	5,455,250	411,028	5,866,278
Unrestricted	3,711,041	177,177	3,888,218
TOTAL NET POSITION	30,317,116	7,016,673	37,333,789
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	$ 58,191,469	$ 12,002,274	$ 70,193,743

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

TOWN OF LISBON, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
					Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business - type Activities	Total
Governmental activities:							
General government	$ 2,574,914	$ 152,800	$ -	$ -	$ (2,422,114)	$ -	$ (2,422,114)
Public safety	4,359,154	139,319	-	70,293	(4,149,542)	-	(4,149,542)
Public works	5,030,083	1,879,630	116,588	-	(3,033,865)	-	(3,033,865)
Public services	1,580,639	453,269	-	-	(1,127,370)	-	(1,127,370)
General assistance	52,011	-	41,091	-	(10,920)	-	(10,920)
Education	21,847,036	123,090	14,853,868	-	(6,870,078)	-	(6,870,078)
County tax	944,694	-	-	-	(944,694)	-	(944,694)
TIF	179,003	-	-	-	(179,003)	-	(179,003)
Unclassified	100,915	10,000	400,000	-	309,085	-	309,085
State of Maine on-behalf payments	3,196,461	-	3,196,461	-	-	-	-
Interest on debt	597,906	-	-	-	(597,906)	-	(597,906)
Total governmental activities	40,462,816	2,758,108	18,608,008	70,293	(19,026,407)	-	(19,026,407)
Business-type activities:							
Water fund	1,566,357	1,715,236	-	11,023	-	159,902	159,902
Total business-type activities	1,566,357	1,715,236	-	11,023	-	159,902	159,902
Total government	$ 42,029,173	$ 4,473,344	$ 18,608,008	$ 81,316	(19,026,407)	159,902	(18,866,505)

TOWN OF LISBON, MAINE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

	Governmental Activities	Business-type Activities	Total
Changes in net position:			
Net (expense) revenue	(19,026,407)	159,902	(18,866,505)
General revenues:			
Taxes:			
Property taxes, levied for general purposes	14,791,444	-	14,791,444
Excise taxes	1,934,165	-	1,934,165
Grants and contributions not restricted to specific programs	4,748,641	-	4,748,641
Interest income	562,370	70,926	633,296
Miscellaneous	489,693	86,740	576,433
Total general revenues	22,526,313	157,666	22,683,979
Change in net position	3,499,906	317,568	3,817,474
NET POSITION - JULY 1, AS PREVIOUSLY REPORTED	32,721,394	6,699,105	39,420,499
NET POSITION CORRECTIONS	(5,904,184)	-	(5,904,184)
NET POSITION - JULY 1, AS RESTATED	26,817,210	6,699,105	33,516,315
NET POSITION - JUNE 30	$ 30,317,116	$ 7,016,673	$ 37,333,789

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

TOWN OF LISBON, MAINE

BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	Education Fund	Loan Program Fund	USDA Road Loan Grant CIP	Treatment Plant Fund	Ferry Road Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	$ 8,945,721	$ 3,939,532	$ 728,945	$ -	$ -	$ -	$ 356,175	$ 13,970,373
Investments	1,021,800	-	-	-	-	-	21,809	1,043,609
Accounts receivable (net of allowance for uncollectibles):								
Taxes	81,491	-	-	-	-	-	-	81,491
Liens	356,573	-	-	-	-	-	-	356,573
Other	100,120	221,364	3,472	-	300,892	-	36,575	662,423
Notes, net of allowance for uncollectibles	-	-	881,015	-	-	-	-	881,015
Due from other governments	253,711	-	-	-	-	-	265,740	519,451
Prepaid items	11,665	-	-	-	-	-	-	11,665
Inventory	-	-	-	-	-	-	21,029	21,029
Due from other funds	1,401,824	-	-	60,709	2,465,654	472,584	2,951,008	7,351,779
TOTAL ASSETS	$ 12,172,905	$ 4,160,896	$ 1,613,432	$ 60,709	$ 2,766,546	$ 472,584	$ 3,652,336	$ 24,899,408
LIABILITIES								
Accounts payable	$ 95,399	$ -	$ -	$ -	$ 28,145	$ -	$ -	$ 123,544
Accrued payroll and related items	444,344	1,625,076	-	-	-	-	-	2,069,420
Due to other funds	5,949,955	11,982	436,406	-	-	-	953,436	7,351,779
TOTAL LIABILITIES	6,489,698	1,637,058	436,406	-	28,145	-	953,436	9,544,743
DEFERRED INFLOWS OF RESOURCES								
Prepaid taxes	47,261	-	-	-	-	-	-	47,261
Deferred revenue	113,854	-	-	-	-	-	112,356	226,210
Deferred revenue - property taxes	242,401	-	-	-	-	-	-	242,401
TOTAL DEFERRED INFLOWS OF RESOURCES	403,516	-	-	-	-	-	112,356	515,872
FUND BALANCES								
Nonspendable	11,665	-	881,015	-	-	-	22,147	914,827
Restricted	-	2,523,838	296,011	60,709	-	-	1,671,530	4,552,088
Committed	1,800,000	-	-	-	2,738,401	472,584	1,245,830	6,256,815
Assigned	-	-	-	-	-	-	357,711	357,711
Unassigned (deficit)	3,468,026	-	-	-	-	-	(710,674)	2,757,352
TOTAL FUND BALANCES	5,279,691	2,523,838	1,177,026	60,709	2,738,401	472,584	2,586,544	14,838,793
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 12,172,905	$ 4,160,896	$ 1,613,432	$ 60,709	$ 2,766,546	$ 472,584	$ 3,652,336	$ 24,899,408

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

TOWN OF LISBON, MAINE

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2024

	Total Governmental Funds
Total Fund Balances	$14,838,793
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	38,101,604
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds shown above:	
Taxes and liens receivable	242,401
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds:	
Pensions	1,687,775
OPEB	854,461
Long-term obligations are not due and payable in the current period and therefore are not reported in the funds:	
Bonds payable	(14,859,816)
Notes from direct borrowings payable	(2,563,547)
Accrued compensated absences	(495,928)
Net pension liability	(2,381,076)
Net OPEB liability	(4,185,614)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds:	
Pensions	(378,962)
OPEB	(542,975)
Net position of governmental activities	$30,317,116

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

TOWN OF LISBON, MAINE

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	General Fund	Education Fund	Loan Program Fund	USDA Road Loan Grant CIP	Treatment Plant Fund	Ferry Road Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes:								
Property	$ 14,791,444	$ -	$ -	$ -	$ -	$ -	$ -	$ 14,791,444
Excise	1,934,165	-	-	-	-	-	-	1,934,165
Intergovernmental	3,626,693	13,275,031	400,000	944,956	-	-	3,285,733	21,532,413
Charges for services	982,506	118,607	10,000	-	1,624,855	-	22,140	2,758,108
Interest income	388,447	102,377	68,012	-	-	-	3,534	562,370
Other income	162,545	21,477	5	-	149	-	305,517	489,693
TOTAL REVENUES	21,885,800	13,517,492	478,017	944,956	1,625,004	-	3,616,924	42,068,193
EXPENDITURES								
Current:								
General government	2,654,023	-	-	-	-	-	128,422	2,782,445
Public safety	4,170,183	-	-	-	-	-	-	4,170,183
Public works	3,755,014	-	-	-	1,036,669	-	-	4,791,683
Public services	1,474,713	-	-	-	-	-	105,926	1,580,639
General assistance	52,011	-	-	-	-	-	-	52,011
Education	-	18,616,440	-	-	-	-	2,820,536	21,436,976
County tax	944,694	-	-	-	-	-	-	944,694
TIF	-	-	-	-	-	-	179,003	179,003
Unclassified	72,032	-	28,878	-	-	-	5	100,915
State of Maine on-behalf payments	-	1,301,932	-	-	-	-	-	1,301,932
Capital outlay	-	-	-	944,956	121,173	267,780	542,246	1,876,155
Debt service	758,884	1,157,319	-	-	506,888	-	-	2,423,091
TOTAL EXPENDITURES	13,881,554	21,075,691	28,878	944,956	1,664,730	267,780	3,776,138	41,639,727
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	8,004,246	(7,558,199)	449,139	-	(39,726)	(267,780)	(159,214)	428,466
OTHER FINANCING SOURCES (USES)								
Transfers in	-	7,724,743	-	-	-	-	407,488	8,132,231
Transfers (out)	(8,103,578)	(28,653)	-	-	-	-	-	(8,132,231)
TOTAL OTHER FINANCING SOURCES (USES)	(8,103,578)	7,696,090	-	-	-	-	407,488	-
NET CHANGE IN FUND BALANCES	(99,332)	137,891	449,139	-	(39,726)	(267,780)	248,274	428,466
FUND BALANCES - JULY 1, AS PREVIOUSLY REPORTED	5,236,263	2,385,947	727,887	60,709	2,955,702	740,364	3,072,070	15,178,942
FUND BALANCE CORRECTIONS	142,760	-	-	-	(177,575)	-	(733,800)	(768,615)
FUND BALANCES - JULY 1, AS RESTATED	5,379,023	2,385,947	727,887	60,709	2,778,127	740,364	2,338,270	14,410,327
FUND BALANCES - JUNE 30	$ 5,279,691	$ 2,523,838	$ 1,177,026	$ 60,709	$ 2,738,401	$ 472,584	$ 2,586,544	$ 14,838,793

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

TOWN OF LISBON, MAINE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Net change in fund balances - total governmental funds (Statement E)	$ 428,466
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital asset acquisitions	2,938,573
Capital asset disposals	(29,196)
Depreciation expense	(2,126,974)
	782,403
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds:	
Pensions	(71,867)
OPEB	(108,888)
	(180,755)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Position	2,117,438
Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds:	
Pensions	397,278
OPEB	78,426
	475,704
Some expenses reported in the Statement of Activities do not require the use of current resources and therefore are not reported as expenditures in governmental funds:	
Accrued compensated absences	337,603
Net pension liability	(435,558)
Net OPEB liability	(25,395)
	(123,350)
Change in net position of governmental activities (Statement B)	$ 3,499,906

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

TOWN OF LISBON, MAINE

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
DECEMBER 31, 2023

	Enterprise Fund Water Fund
ASSETS	
Current assets:	
Cash and cash equivalents	$ 418,277
Investments	513,802
Accounts receivable (net of allowance for uncollectibles)	96,733
Accrued revenue	213,775
Inventory	51,666
Leases receivable (net of allowance for uncollectibles) - current portion	67,032
Total current assets	1,361,285
Noncurrent assets:	
Leases receivable (net of allowance for uncollectibles) - noncurrent portion	254,105
Capital assets:	
Property, plant and equipment	12,768,577
Total capital assets	12,768,577
Less: accumulated depreciation	(4,039,567)
Total noncurrent assets	8,983,115
Other assets:	
Restricted cash	1,577,854
Total other assets	1,577,854
TOTAL ASSETS	11,922,254
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	68,272
Deferred outflows related to OPEB	11,748
TOTAL DEFERRED OUTFLOWS OF RESOURCES	80,020
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 12,002,274

TOWN OF LISBON, MAINE

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
DECEMBER 31, 2023

	Enterprise Fund Water Fund
LIABILITIES	
Current liabilities:	
Accounts payable	$ 39,998
Accounts payable - construction	355,897
Customer deposits	4,080
Accrued interest	15,346
Accrued expenses	2,588
Accrued payroll	9,365
Current portion of long-term obligations	552,562
Total current liabilities	979,836
Noncurrent liabilities:	
Noncurrent portion of long-term obligations:	
Bonds payable	2,975,089
Accrued compensated absences	15,457
Net pension liability	170,017
Net OPEB liability	23,283
Total noncurrent liabilities	3,183,846
TOTAL LIABILITIES	4,163,682
DEFERRED INFLOWS OF RESOURCES	
Regulatory reserves	407,725
Deferred revenue related to leases	321,137
Deferred inflows related to pensions	44,108
Deferred inflows related to OPEB	48,949
TOTAL DEFERRED INFLOWS OF RESOURCES	821,919
NET POSITION	
Net investment in capital assets	6,428,468
Restricted	411,028
Unrestricted	177,177
TOTAL NET POSITION	7,016,673
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	$ 12,002,274

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

TOWN OF LISBON, MAINE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Enterprise Fund Water Fund
OPERATING REVENUES	
Residential	$ 942,162
Commercial	165,433
Industrial	6,366
Public Authorities	37,812
Public Fire Protection	532,125
Private Fire Protection	31,338
Miscellaneous income	19,464
TOTAL OPERATING REVENUES	1,734,700
OPERATING EXPENSES	
Salaries and benefits	739,984
Power	68,458
Materials and supplies	129,623
Contractual services	176,851
Transportation	11,640
Insurance	30,553
Dues and fees	11,755
Depreciation	286,113
Miscellaneous expenses	19,578
TOTAL OPERATING EXPENSES	1,474,555
OPERATING INCOME (LOSS)	260,145
NONOPERATING REVENUES (EXPENSES)	
Interest income	70,926
Rental income	67,276
Interest expense	(91,802)
TOTAL NONOPERATING REVENUES (EXPENSES)	46,400
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	306,545
CAPITAL CONTRIBUTIONS	
Contributions in aid of construction	11,023
TOTAL CAPITAL CONTRIBUTIONS	11,023
CHANGE IN NET POSITION	317,568
NET POSITION - JANUARY 1	6,699,105
NET POSITION - DECEMBER 31	$ 7,016,673

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

TOWN OF LISBON, MAINE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Enterprise Fund Water Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	$ 1,685,949
Other receipts	19,464
Payments to employees	(708,465)
Payments to suppliers	(46,055)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	950,893
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(1,119,649)
Contributions in aid of construction	11,023
Expenditure of contributions in aid of construction	(11,023)
Bond proceeds	1,500,000
Principal paid on capital debt	(411,619)
Interest paid on capital debt	(82,692)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(113,960)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	70,926
Rental income	67,276
(Increase) decrease in investments	(513,802)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(375,600)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	461,333
CASH AND CASH EQUIVALENTS - JANUARY 1	1,534,798
CASH AND CASH EQUIVALENTS - DECEMBER 31	$ 1,996,131
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION	
Cash and cash equivalents in current assets	$ 418,277
Restricted cash and cash equivalents	1,577,854
TOTAL CASH AND CASH EQUIVALENTS	1,996,131

TOWN OF LISBON, MAINE

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Enterprise Fund
	Water Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating income (loss)	$ 260,145
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation expense	286,113
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:	
(Increase) decrease in accounts receivable	(7,303)
(Increase) decrease in accrued revenue	(26,406)
(Increase) decrease in inventory	17,008
(Increase) decrease in prepaid items	20,006
(Increase) decrease in deferred outflows related to pensions	44,069
(Increase) decrease in deferred outflows related to OPEB	(36)
Increase (decrease) in accounts payable	(13,108)
Increase (decrease) in accounts payable - construction	355,897
Increase (decrease) in customer deposits	4,080
Increase (decrease) in advanced billing and payments	342
Increase (decrease) in accrued payroll	(5,177)
Increase (decrease) in net pension liability	6,177
Increase (decrease) in net OPEB liability	(463)
Increase (decrease) in accrued compensated absences	4,872
Increase (decrease) in regulatory reserves	22,600
Increase (decrease) in deferred inflows related to pensions	(26,943)
Increase (decrease) in deferred inflows related to OPEB	9,020
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	$ 950,893

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

TOWN OF LISBON, MAINE

STATEMENT OF NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2024

	Private-Purpose Trust Funds
ASSETS	
Cash and cash equivalents	$ 57,165
Investments	69,976
TOTAL ASSETS	$ 127,141
LIABILITIES	
Accounts payable	$ -
TOTAL LIABILITIES	-
NET POSITION	
Restricted	127,141
TOTAL NET POSITION	127,141
TOTAL LIABILITIES AND NET POSITION	$ 127,141

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

TOWN OF LISBON, MAINE

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Private-Purpose Trust Funds
ADDITIONS	
Contributions	$ 6,025
Investment earnings	2,938
TOTAL ADDITIONS	8,963
DEDUCTIONS	
Scholarships	7,872
TOTAL DEDUCTIONS	7,872
CHANGE IN NET POSITION	1,091
NET POSITION - JULY 1	126,050
NET POSITION - JUNE 30	$ 127,141

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Town of Lisbon, Maine was incorporated under the laws of the State of Maine. The Town operates under the council-manager form of government and provides the following services: general government, public safety, public works, public services, general assistance, education and unclassified.

The Town's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the Town has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Town has chosen not to do so.

The Town's combined financial statements include all accounts and all operations of the Town. We have determined that the Town has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

All funds of the Town, with the exception of the Town of Lisbon Water Department, are reported as of and for the fiscal year ended June 30, 2024. December 31st is the year-end of the Water Department and the last separate financial statements were as of and for the year ended December 31, 2023. The amounts included in the Town's 2024 financial statements for the Water Department are as of and for the year ended December 31, 2023.

Implementation of New Accounting Standards

During the year ended June 30, 2024, the following statement of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 100 "Accounting Changes and Error Corrections - an Amendment of GASB Statement No. 62". The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability. Management has determined the impact of this Statement is material to the financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements

The Town's basic financial statements include both government-wide (reporting the Town as a whole) and fund financial statements (reporting the Town's major funds).

Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Town's Water Department is categorized as a business-type activity. All other activities of the Town are categorized as governmental.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column and (b) reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Town's net position is reported in three parts - net investment in capital assets; restricted net position and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town's functions and business-type activities (general government, public safety, etc.) excluding fiduciary activities. The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

The net costs (by function) are normally covered by general revenue (taxes, certain intergovernmental revenues and charges for services, etc.).

The Town does not allocate indirect costs. All costs are charged directly to the corresponding department.

The government-wide focus is more on the sustainability of the Town as an entity and the change in the Town's net position resulting from the current year's activities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus - Basic Financial Statements and Fund Financial Statements

The financial transactions of the Town are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the Town:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town:

Major Funds:

a. The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund.

b. The Education Fund is used to account for financial resources to be used for education by the School Department. Major sources of revenues are property taxes and intergovernmental revenues.

c. The Loan Program Fund is used to account for financial resources to be used for various community loan programs. Major revenue sources are loan payments.

d. The USDA Road Loan Grant CIP Fund is used to account for financial resources to used for the construction of roads. Major sources of revenue are intergovernmental revenues

e. The Treatment Plant Fund is used to account for financial resources to be used for sewer operations. Major sources of revenue are charges for services from sewer fees.

f. The Ferry Road Fund is used to account for financial resources to be used for the construction of major capital road improvements. Major sources of revenues are bond proceeds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nonmajor Funds:

g. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

h. Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment.

i. Permanent Funds are used to account for assets held by the Town that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Town or its citizenry. The Town's policy for authorizing and spending investment income follows State statutes.

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Nonoperating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the Town:

a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or custodial capacity for others and therefore are not available to support Town programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Town's fiduciary funds are presented in the fiduciary fund financial statements by type (private-purpose). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

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 relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund 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 soon enough thereafter to be used to pay liabilities of the current period. 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, if any, is recognized when due.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budget

The Town'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.

In accordance with Governmental Accounting Standards Board Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance*, payments made by the State of Maine to the Maine State Retirement System for teachers and certain other school employees are reported as offsetting revenues and expenditures of the education fund.

Revenues per budgetary basis	$ 12,215,560
Add: On-behalf payments	1,301,932
Total GAAP basis	$ 13,517,492
Expenditures per budgetary basis	$ 19,773,759
Add: On-behalf payments	1,301,932
Total GAAP basis	$ 21,075,691

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

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

2. A meeting of the Town Council was called for the purpose of adopting the proposed budget after public notice of the meeting was given.

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

Deposits and Investments

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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

It is the Town's policy to value investments at fair value. None of the Town's investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents. The Town Treasurer is authorized by State Statutes to invest all excess funds in the following:

- Obligations of the U.S. Government, its agencies and instrumentalities
- Certificates of deposit and other evidence of deposits at banks, savings and loan associations and credit unions
- Repurchase agreements
- Money market mutual funds

The Town of Lisbon has no formal investment policy but instead follows the State of Maine Statutes.

Receivables

Receivables include amounts due from governmental agencies, local businesses and an intermediary relending program. All receivables, with the exception of note and lease receivables, are current and therefore due within one year. Note and lease receivables are presented with both current and noncurrent portions. Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. The allowance for uncollectible accounts is estimated to be $201,416 as of June 30, 2024. Notes and accounts receivable netted with allowances for uncollectible accounts were $2,159,622 for the year ended June 30, 2024.

Prepaid Items

Certain insurance and other payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Inventories

Inventories of supplies are considered to be expenditures at the time of purchase and are not included in the general fund balance sheet. The school lunch fund inventory consists of school nutrition supplies and food on hand at the end of the year, valued at cost. The cost value is determined using the first-in, first-out (FIFO) method.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories consist of expendable supplies held for consumption and are valued at cost which approximates market, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when used (consumption method).

Inventory of the Lisbon Water Department consists of various water materials and supplies.

Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds”. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as “internal balances”.

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of governmental and business-type activities.

Capital Assets

Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated capital assets are presented at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Infrastructure assets include roads, bridges, underground pipe (other than related to independently owned utilities), traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. The Town has not retroactively recorded infrastructure.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimated useful lives are as follows:

Buildings	20 - 50 years
Infrastructure	50 - 100 years
Machinery and equipment	3 - 50 years
Vehicles	3 - 25 years

Restricted Cash

As a condition of the 2010, 2014, 2020 and 2023 bond issues from the Maine Municipal Bond Bank, the proceeds must be spent on approved capital projects or be used to pay annual principal payments on the bond. As of December 31, 2023, cash received from the bond issues by the Lisbon Water Department totaling $1,577,854 was unspent and restricted.

Long-term Obligations

The accounting treatment of long-term obligations depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in government-wide statements. The long-term obligations consist of bonds payable, notes from direct borrowings payable, accrued compensated absences, net pension liability and net OPEB liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

Pensions

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 Maine Public Employees Retirement System Participating Local District (PLD) Consolidated Plan and State Employee and Teacher (SET) Plan and additions to/deductions from the PLD Consolidated and SET Plans' fiduciary net position have been determined on the same basis as they are reported by the PLD Consolidated and SET Plans. 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

OPEB

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, management received and relied on an actuarial report provided to them by the Maine Municipal Employees Health Trust (MMEHT), which determined the Town's fiduciary net position as a single employer defined benefit plan based on information provided solely by MMEHT to complete the actuarial report. Additions to/deductions from the MMEHT OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by MMEHT. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, management received and relied on an actuarial report provided to them by the Maine Education Association Benefits Trust (MEABT), which determined the School's fiduciary net position as a single employer defined benefit plan based on information provided solely by MEABT to complete the actuarial report. Additions to/deductions from the MEABT OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by MEABT. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

For purposes of measuring the net 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 State Employee and Teacher (SET) Plan and additions to/deductions from the SET Plan's fiduciary net position have been determined on the same basis as they are reported by the SET Plan. 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.

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the Town or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

Fund Balances

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

Nonspendable - This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed - This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the Town. The inhabitants of the Town through Town meetings are the highest level of decision-making authority of the Town. Commitments may be established, modified or rescinded only through a Town meeting vote.

Assigned - This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is given by the Charter and expressed by the Town Council.

Unassigned - This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Town considers amounts to have been

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Town meeting vote has provided otherwise in its commitment or assignment actions.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will at times report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has two types of this item, deferred outflows related to pensions and deferred outflows related to OPEB. These items are reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has deferred tax revenues, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, this item is reported in the governmental funds balance sheet. Prepaid taxes and deferred revenue also qualify for reporting in this category. These items are reported in both the statements of net position and governmental funds balance sheet. Regulatory reserves, deferred inflows related to leases, deferred inflows related to pensions and deferred inflows related to OPEB qualify for reporting in this category as well. These items are reported only in the statement of net position. All items in this category are deferred and recognized as an inflow of resources in the period that the amounts become available.

Revenue Recognition - Property Taxes - Modified Accrual Basis

The Town's property tax for the current year was levied July 27, 2023 on the assessed value listed as of April 1, 2023, for all real and personal property located in the Town. Taxes were due in two installments on September 15, 2023 and March 15, 2024. Interest on unpaid taxes commenced on September 16, 2023 and March 16, 2024, at 4% 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 deferred revenues.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 $211,179 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.

Program Revenues

Program revenues include all directly related income items applicable to a particular program (charges to customers or applicants for goods, services or privileges provided, operating or capital grants and contributions, including special assessments).

Operating/Nonoperating Proprietary Fund Revenues

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund's ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrance Accounting

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The Town does not utilize encumbrance accounting for its general fund.

Use of Estimates

During the preparation of the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

NOTE 2 - DEPOSITS AND INVESTMENTS

State statutes require that all investments made by the Town consider the safe and sound investment of principal and preservation of capital in the overall portfolio, maintenance of sufficient liquidity to meet day-to-day operations and other cash requirements and maximization of income, within established investment risk guidelines, with consistent cash flows throughout the budgetary cycle. These investment policies apply to all Town funds.

Deposits:

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the Town will not be able to recover its deposits. The Town maintains deposits in qualifying financial institutions that are a member of the FDIC or NCUSIF as defined in Title 30-A, Section 5706 of the Maine Revised Statutes.

At June 30, 2024, the Town's cash balances amounting to $14,433,048 were comprised of bank deposits and cash equivalents of $15,275,442. Bank deposits and cash equivalents are adjusted primarily by outstanding checks and deposits in transit to reconcile to the Town's cash and cash equivalents balance. Of these bank deposits, $13,165,569 were fully insured by federal depository insurance and consequently were not exposed to custodial credit risk. The remaining cash equivalents of $2,109,873 were not insured and were not collateralized.

Account Type	Bank Balance
Checking accounts	$ 425,515
Savings accounts	63,125
ICS accounts	12,676,929
Cash equivalents	2,109,873
	$ 15,275,442

Investments:

At June 30, 2024, the Town had $1,113,585 in investments.

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Custodial credit risk for investments is that, in the event of failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the Town does have a policy for custodial credit risk for investments, but the Town seeks to minimize custodial credit risk by doing business with authorized institutions, depositories and broker/dealers. The Town's certificates of deposit held with local financial institutions for $1,113,585 were fully insured by federal depository insurance and consequently were not exposed to custodial credit risk

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from fluctuations in interest rates. Certificates of deposit held with local financial institutions for $1,113,585 are excluded from interest rate risk as these investments are considered held to maturity and are therefore not measured at fair value

Fair Value Hierarchy

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. Certificates of deposit held with local financial institutions for $1,113,585 are excluded from the fair value hierarchy as these investments are considered held to maturity and are therefore not measured at fair value. The Town has the following recurring fair value measurements as June 30, 2024:

	June 30, 2024 Total
Cash equivalents measured at the net asset value (NAV)	
Money market mutual funds	$ 2,109,873
Total cash equivalents measured at the NAV	$ 2,109,873

The fair value of money market mutual funds that are measured at NAV per share (or its equivalent) is calculated as of June 30, 2024 in a manner consistent with the Financial Accounting Standards Board's measurement principles for investment companies.

Credit risk - Statutes for the State of Maine authorize the Town to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other states and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Maine, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The Town does not have an investment policy on credit risk. Generally, the Town invests excess funds in ICS accounts and money market funds.

NOTE 3 - 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)
General Fund	$ 1,401,824	$ 5,949,955
Education Fund	-	11,982
Loan Program	-	436,406
USDA Road Loan Grant CIP	60,709	-
Treatment Plant Fund	2,465,654	-
Ferry Road Fund	472,584	-
Nonmajor Special Revenue Funds	2,665,462	751,561
Nonmajor Capital Projects Funds	285,085	201,875
Nonmajor Permament Funds	461	-
	$ 7,351,779	$ 7,351,779

The result of amounts owed between funds is considered to be in the course of normal operations by the Town. Reconciliation of the amounts owed between funds may or may not be expected to be repaid within one year in their entirety due to the recurring nature of these transactions during operations.

NOTE 4 - INTERFUND TRANSFERS

At June 30, 2024, the Town had the following interfund transfers:

	Transfers In	Transfers Out
General Fund	$ -	$ 8,103,578
Education Fund	7,724,743	28,653
Nonmajor Special Revenue Funds	377,488	-
Nonmajor Capital Projects Funds	30,000	-
	$ 8,132,231	$ 8,132,231

Interfund transfers are the results of legally authorized activity and are considered to be in the course of normal operations.

NOTE 5 - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended June 30, 2024:

	Balance 7/1/23 (Restated)	Additions	Disposals	Balance 6/30/24
Governmental activities:				
Non-depreciated assets:				
Land	$ 1,048,575	$ -	$ -	$ 1,048,575
Construction in progress	6,844,679	1,488,729	-	8,333,408
	7,893,254	1,488,729	-	9,381,983
Depreciated assets:				
Land improvements	520,153	-	-	520,153
Buildings and improvements	38,261,148	-	-	38,261,148
Equipment and vehicles	9,765,127	825,282	(172,149)	10,418,260
Infrastructure	26,434,825	624,562	-	27,059,387
	74,981,253	1,449,844	(172,149)	76,258,948
Less: accumulated depreciation	(45,555,306)	(2,126,974)	142,953	(47,539,327)
	29,425,947	(677,130)	(29,196)	28,719,621
Net capital assets	$ 37,319,201	$ 811,599	$ (29,196)	$ 38,101,604

Current year depreciation:	
General government	$ 164,858
Education	932,571
Public safety	188,971
Public works including infrastructure	840,574
Total depreciation expenses	$ 2,126,974

NOTE 5 - CAPITAL ASSETS (CONTINUED)

	Balance, 1/1/23	Additions	Disposals	Balance, 12/31/23
Business-type activities:				
Non-depreciated assets:				
Land	$ 94,002			$ 94,002
Construction in progress	1,004,819	866,498	-	1,871,317
	1,098,821	866,498	-	1,965,319
Depreciated assets:				
Structures and improvements	1,571,780	4,460	(2,738)	1,573,502
Wells and springs	220,805	-	-	220,805
Pumping equipment	611,147	41,627	(23,000)	629,774
Water treatment equipment	936,316	31,406	(13,000)	954,722
Reservoir	159,421	-	-	159,421
Mains	5,183,083	-	-	5,183,083
Services	649,751	11,022	(2,000)	658,773
Meters	504,735	116,992	(48,000)	573,727
Hydrants	386,080	25,210	(2,000)	409,290
Office furniture and fixtures	14,672	3,669	-	18,341
Transportation	142,214	11,724	-	153,938
Tools and shop equipment	41,789	1,044	(602)	42,231
Laboratory	4,347	-	-	4,347
Communications equipment	143,500	15,920	(11,000)	148,420
Miscellaneous equipment	71,784	1,100	-	72,884
	10,641,424	264,174	(102,340)	10,803,258
Less: accumulated depreciation	(3,855,794)	(286,113)	102,340	(4,039,567)
Net capital assets	6,785,630	(21,939)	-	6,763,691
Total net capital assets	$ 7,884,451	$ 844,559	$ -	$ 8,729,010

NOTE 6 - NOTES RECEIVABLE

Amounts recorded as loans receivable represent notes made under an economic development program to local businesses. Management has determined that no allowance for loan losses is necessary at June 30, 2024. Bad debt expense for the year ended June 30, 2024 was $0. The portion of the notes receivable balance expected to be collected beyond a period of one year is reported in the fund financial statements as nonspendable because those resources are unavailable for use in the near term.

NOTE 6 - NOTES RECEIVABLE (CONTINUED)

A summary of the notes receivable for the year ended June 30, 2024 is as follows:

	Balance 7/1/23	Additions	Reductions	Balance 6/30/24	Current Portion
Governmental activities:					
Notes receivable	$ 102,638	$ 800,000	$ (21,623)	$ 881,015	$ 31,973

On April 5, 2024, the Town received a promissory note from Blue Ox Malthouse, LLC for $800,000. Interest only payments of $4,667 are scheduled for May 2024-April 2025. Interest is charged at 7.00% per annum. The remaining principal and interest payments of $9,289 are due monthly through April of 2034.	$ 800,000
On July 6, 2022, the Town received a promissory note from Residential Plow through IRP. Interest is charged at 6.00% per annum. The principal and interest payments of $242 are due monthly through July of 2027.	7,756
On June 22, 2021, the Town received a promissory note from Olive Pit Brewing Company, LLC through IRP. Interest is charged at 5.00% per annum. The principal and interest payments of $377 are due monthly through July of 2026.	8,807
On January 17, 2018, the Town received a promissory note from Flux Restaurant through USDA for $100,000. Interest is charged at 5.00% per annum. The principal and interest payments of $1,060 are due monthly through February of 2028.	41,777
On January 17, 2018, the Town received a promissory note from Flux Restaurant through USDA for $46,940. Interest is charged at 5.00% per annum. The principal and interest payments of $499 are due monthly through February of 2028.	22,675
Total Notes Receivable	$ 881,015

The following is a summary of outstanding notes receivable requirements for the fiscal years ending June 30, 2024:

	Governmental Activities		
	Principal	Interest	Total
2025	$ 31,973	$ 59,403	$ 91,376
2026	81,773	55,757	137,530
2027	82,679	50,426	133,105
2028	77,401	45,016	122,417
2029	74,624	40,017	114,641
2030-2034	532,565	113,528	646,093
	$ 881,015	$ 364,147	$ 1,245,162

NOTE 7 - LEASES RECEIVABLE

A summary of the leases receivable for the year ended December 31, 2023 is as follows:

	Balance, 1/1/23	Additions	Reductions	Balance, 12/31/23	Due within one year
Leases receivable	$ 386,213	$ -	$ (65,076)	$ 321,137	$ 67,032

The following is a summary of the leases receivable as of December 31, 2023:

In 2003, the Department entered into a cell phone tower lease with T-Mobile. Under the terms of the agreement, T-Mobile pays the Department a monthly lease payment for the right to have its cell phone tower on one of the Department's standpipes. The lease automatically renews annually unless either party terminates the agreement.	$ 128,868
In 2004, the Department entered into a cell phone tower lease with Verizon Wireless. Under the terms of the agreement, Verizon Wireless pays the Department a monthly lease payment for the right to have its cell phone tower on one of the Department's standpipes. The lease automatically renews annually unless either party terminates the agreement. The lease payment increases 3% annually.	192,269
Total leases receivable	$ 321,137

The following is a summary of outstanding leases receivable requirements for the fiscal years ending December 31, 2023:

	Business-type Activities		
	T- Mobile	Verizon	Total
2024	$ 30,804	$ 36,228	$ 67,032
2025	31,728	37,320	69,048
2026	32,676	38,436	71,112
2027	33,660	39,588	73,248
2028	-	40,697	40,697
	$ 128,868	$ 192,269	$ 321,137

NOTE 7 - LEASES RECEIVABLE (CONTINUED)

The deferred revenue related to leases associated with these receivables are amortized accordingly for the term of each lease and the activity is recognized on the Statement of Revenues, Expenses and Changes in Net Position.

NOTE 8 - LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2024:

	Balance 7/1/23 (Restated)	Additions	Reductions	Balance 6/30/24	Current Portion
Governmental activities:					
Bonds payable	$16,622,279	$ -	$ (1,762,463)	$14,859,816	$ 1,749,336
Notes from direct borrowings payable	2,918,522	-	(354,975)	2,563,547	357,763
Totals	$19,540,801	$ -	$ (2,117,438)	$17,423,363	$ 2,107,099

The following is a summary of changes in long-term debt for the water department for the year ended December 31, 2023:

	Balance, 1/1/23	Additions	Reductions	Balance, 12/31/23	Due within one year
Business-type Activities:					
Bonds payable	$ 2,434,118	$ 1,500,000	$ (411,619)	$ 3,522,499	$ 547,410

The following is a summary of the outstanding bonds payable:

	Governmental Activities	
	Town	School
$12,899,710, 2004B General Obligation Bond due in annual principal installments and semiannual interest installments through November 2024. Interest is charged at a fixed rate varying from 3.00% to 4.677% per annum. Annual principal installments are $644,985.	$ -	$ 644,986
$500,000, 2005FR General Obligation Bond due in annual principal installments and semiannual interest installments through October 2025. Interest is charged at a fixed rate of 1.43% per annum. Annual principal installments are $25,000.	50,000	-

NOTE 8 - LONG TERM DEBT (CONTINUED)

	Governmental Activities	
	Town	School
$1,070,000, 2010R General Obligation Bond due in annual principal installments and semiannual interest installments through November 2030. Interest is charged at a fixed rate varying from 3.36% to 5.75% per annum. Annual principal installments are $102,000.	376,340	-
$5,695,714, 2014B General Obligation Bond due in annual principal installments and semiannual interest installments through November 2034. Interest is charged at a fixed rate from 0.430% to 3.786% per annum. Annual principal installments are $284,786.	-	3,132,642
$500,000, 2014B General Obligation Bond due in annual principal installments and semiannual interest installments through November 2024. Interest is charged at a fixed rate varying from 0.43% to 2.65% per annum. Annual principal installments are $50,000.	-	50,000
$1,500,000, 2017B General Obligation Bond due in annual principal installments and semiannual interest installments through November 2027. Interest is charged at a fixed rate varying from 1.263% to 2.710% per annum. Annual principal installments are $150,000.	600,000	-
$1,500,000, 2020A General Obligation Bond due in annual principal installments and semiannual interest installments through November 2030. Interest is charged at a fixed rate varying from 1.19% to 1.74% per annum. Annual principal installments are $150,000.	1,050,000	-
$2,800,000 2022 General Obligation Bond due in annual principal installments and semiannual interest installments through May of 2038. Interest is charged at a fixed rate of 2.4200% to 3.8910 per annum. Annual principal installments are $186,667.	2,613,333	-
$6,543,000 2022 General Obligation Bond through USDA for wastewater due in annual principal and interest installments of $370,923 through October of 2046. Interest is charged at a fixed rate of 2.6250% per annum.	6,342,515	-
Total Bonds Payable	$ 11,032,188	$ 3,827,628

NOTE 8 - LONG TERM DEBT (CONTINUED)

	Business-type Activities
Bonds payable:	
2005 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $183,684. Interest is charged at an annual fixed rate of 2.05% per annum. Maturity in 2024.	$ 171,873
2005 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $20,072. Interest is charged at a varying annual fixed rate from 3.0% to 5.0% per annum. Maturity in 2025.	39,300
2010 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $64,943. Interest is charged at a varying annual fixed rate from 4.01% to 5.75% per annum. Maturity in 2030.	339,500
2014 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $44,899. Interest is charged at a varying annual fixed rate from 0.43% to 3.79% per annum. Maturity in 2034.	400,206
2020 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $163,087. Interest is charged at a varying annual fixed rate from 1.19% to 1.74% per annum. Maturity in 2030.	1,071,620
2023 Bond payable to Maine Municipal Bond Bank, due in annual principal and interest payments of $176,589. Interest is charged at a varying annual fixed rate from 2.99% to 3.30% per annum. Maturity in 2033.	1,500,000
Total bonds payable	$ 3,522,499

In 2010, the Town issued a Series 2010R Public Improvement Qualified School Construction Bond for $350,000. This bond is eligible for federal interest subsidy payments equal to 92.9% of the true interest cost of the bond as provided in the American Recovery and Reinvestment Act (ARRA) and the Hiring Incentives to Restore Employment (HIRE) Act.

Due to mandatory federal spending cuts that went into effect March 1, 2013 with sequestration, the federal interest subsidy payments are being adjusted downward. The current sequestration reduction rate is 5.7% and is subject to change at any time. The total financial impact to the Town is unknown.

NOTE 8 - LONG TERM DEBT (CONTINUED)

The following is a summary of the outstanding notes from direct borrowings payable:

	Governmental Activities	
	Town	School
On December 15, 2014, the Town entered into two governmental Qualified Energy Conservation Bond (QECB) leases totaling $1,661,786. These are lease financing agreements that are secured by all equipment and controls associated with the heating system, lighting, ventilation, building envelop and relate energy upgrades at various Town facilities including the Lisbon High School, Middle School, Community School and Central Office. The Town is obligated to made annual debt service fund payments totaling $154,586 through December 2031.	$ 424,032	$ 494,073
On December 15, 2014, the Town entered into a governmental Qualified Zone Academy Bond (QZAB) lease for $858,737. This is a lease financing agreement that is secured by all equipment associated with the upgrading of boilers, lighting, heat pumps, destratification fans, pellet handling and related energy improvements at school facilities including Lisbon High School, Middle School, Community School and Central Office. The Town is obligated to make annual debt service fund payments of $50,514 through December 2031. The scheduled payments by the Town assume projected earnings at a fixed rate of 5.630%. If the trustee fails to earn projected amounts, the Town will pay, in addition to its scheduled payments, the amount such that total payments in the Debt Service Fund will equal $858,737. Any additional financial impact to the Town is unknown.	-	404,111
2022 Capital lease for $1,684,378 that is secured by energy efficiency equipment installed. Principal and interest payments due quarterly of $32,487. The fixed annual interest rate is 3.3873% per annum. Maturity date of December 2035.	-	1,147,330
2022 Capital lease for $93,785 that is secured by a school bus. Principal and interest payments due annually of $32,336. The fixed annual interest rate is 3.196% per annum. Maturity date of July 2024.	-	31,333

NOTE 8 - LONG TERM DEBT (CONTINUED)

	Governmental Activities	
	Town	School
2022 Capital lease for $93,785 that is secured by a school bus. Principal and interest payments due annually of $32,336. The fixed annual interest rate is 3.196% per annum. Maturity date of July 2024.	-	31,334
2022 Capital lease for $93,785 that is secured by a school bus. Principal and interest payments due annually of $32,336. The fixed annual interest rate is 3.196% per annum. Maturity date of July 2024.	-	31,334
Total Notes from Direct Borrowings Payable	$ 424,032	$ 2,139,515

On October 9, 2014, the Internal Revenue Service announced that effective October 1, 2014, QECB subsidy payments processed in FY2015 would be reduced by 7.3% because of sequestration. QECB sequestration was originally set to expire at the end of FY2021 but has since been extended twice, first through FY2023 and then, under legislation passed in February 2014, through FY2030. The sequestration reduction rate will be applied unless and until a law is enacted that cancels or otherwise impacts the sequester, at which time the sequestration reduction rate is subject to change. The financial impact to the Town is unknown.

The annual principal and interest requirements to amortize the bonds and notes from direct borrowings payable are as follows:

	Governmental Activities				
	Bonds payable		Notes from direct borrowings payable		Total Debt
	Principal	Interest	Principal	Interest	Service
2025	$ 1,749,336	$ 368,480	$ 357,763	$ 77,962	$ 2,553,541
2026	1,059,715	365,223	268,867	69,849	1,763,654
2027	1,040,222	338,393	274,212	64,504	1,717,331
2028	1,045,872	310,449	279,786	58,930	1,695,037
2029	901,671	283,661	285,666	53,050	1,524,048
2030-2034	3,992,155	1,040,833	928,013	188,518	6,149,519
2035-2039	2,427,097	521,613	169,240	56,531	3,174,481
2040-2044	1,588,696	265,919	-	-	1,854,615
2045-2049	1,055,052	55,926	-	-	1,110,978
	$ 14,859,816	$ 3,550,497	$ 2,563,547	$ 569,344	$ 21,543,204

NOTE 8 - LONG TERM DEBT (CONTINUED)

	Business-type Activities		
	Principal	Interest	Total
2024	$ 547,410	$ 99,056	$ 646,466
2025	382,647	85,619	468,266
2026	370,277	75,891	446,168
2027	377,822	65,642	443,464
2028	385,671	55,103	440,774
2029-2033	1,415,411	122,026	1,537,437
2034-2038	43,261	1,637	44,898
	$ 3,522,499	$ 504,974	$ 4,027,473

No interest costs were capitalized during the period. The amount of interest costs incurred and charged to expense for the year ended December 31, 2023 were $91,802.

All bonds and notes from direct borrowings payable are direct obligations of the Town, for which its full faith and credit are pledged. The Town is not obligated for any special assessment debt. All debt is payable from taxes levied on all taxable property within the Town.

NOTE 9 - OTHER LONG-TERM OBLIGATIONS

A summary of other long-term obligations for the year ended June 30, 2024 is as follows

	Balance 7/1/23	Additions	Reductions	Balance 6/30/24	Current Portion
Governmental activities:					
Accrued compensated absences	$ 833,531	$ -	$ (337,603)	$ 495,928	$ 123,982
Net pension liability	1,945,518	1,664,781	(1,229,223)	2,381,076	-
Net OPEB liability	4,160,219	312,512	(287,117)	4,185,614	-
Totals	$ 6,939,268	$ 1,977,293	$ (1,853,943)	$ 7,062,618	$ 123,982

NOTE 9 - OTHER LONG-TERM OBLIGATIONS (CONTINUED)

	Balance, 1/1/23	Additions	Reductions	Balance, 12/31/23	Due within one year
Business-type Activities:					
Accrued compensated absences	$ 15,737	$ 4,872	$ -	$ 20,609	$ 5,152
Net pension liability	163,840	73,285	(67,108)	170,017	-
Net OPEB liability	23,746	7,241	(7,704)	23,283	-
	$ 203,323	$ 85,398	$ (74,812)	$ 213,909	$ 5,152

Please see Notes 10, 20 and 21 for detailed information on each of the other long-term obligations.

NOTE 10 - ACCRUED COMPENSATED ABSENCES

The Town's policies regarding vacation and sick time do permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as a long-term obligation in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2024, the Town's liability for compensated absences is $495,928.

NOTE 11 - NET INVESTMENT IN CAPITAL ASSETS

The following is the calculation of the net investment in capital assets for the Town at June 30, 2024 and the business-type activities at December 31, 2023:

	Governmental Activities 6/30/2024	Business-type Activities 12/31/2023
Invested in capital assets	$ 85,640,931	$ 12,768,577
Accumulated depreciation	(47,539,327)	(4,039,567)
Outstanding capital related debt	(17,423,363)	(3,522,499)
Other non-debt capital related liabilities	-	(355,897)
Significant unspent bond proceeds	472,584	1,577,854
	$ 21,150,825	$ 6,428,468

NOTE 12 - RESTRICTED NET POSITION

At June 30, 2024, the Town had the following restricted net position:

Education Fund	$ 2,523,838
Loan Program Fund	1,177,026
USDA Loan Road Grant CIP	60,709
Nonmajor Special Revenue Funds	1,662,077
Nonmajor Permanent Funds	31,600
	$ 5,455,250

NOTE 13 - NONSPENDABLE FUND BALANCES

At June 30, 2024, the Town had the following nonspendable fund balances:

General Fund :	
Prepaid Items	$ 11,665
Loan Program Fund:	
Notes Receivable	881,015
Nonmajor Special Revenue Funds	21,029
Nonmajor Permanent Funds	1,118
	$ 914,827

NOTE 14 - RESTRICTED FUND BALANCES

At June 30, 2024, the Town had the following restricted fund balances:

Education Fund	$ 2,523,838
Loan Program Fund	296,011
USDA Loan Road Grant CIP	60,709
Nonmajor Special Revenue Funds	1,641,048
Nonmajor Permanent Funds	30,482
	$ 4,552,088

NOTE 15 - COMMITTED FUND BALANCES

At June 30, 2024, the Town had the following committed fund balances:

General Fund:	
Transfer to Capital Projects Funds	$ 1,800,000
Treatment Plant Fund	2,738,401
School Capital Fund	472,584
Nonmajor Special Revenue Funds	960,745
Nonmajor Capital Projects Funds	285,085
	$ 6,256,815

NOTE 16 - ASSIGNED FUND BALANCES

At June 30, 2024, the Town had the following assigned fund balances:

Nonmajor Special Revenue Funds	$ 357,711

NOTE 17 - DEFICIT FUND BALANCES

At June 30, 2024, the Town had the following deficit fund balances:

Nonmajor Special Revenue Funds:	
Waste Diversion	$ 911
2023 Full Plate	10,196
School Federal and Other Programs	268,350
LL Spear Memorial	65
PD 2017 HSG	350
Police Federal Asset Forfeiture	3,787
PW Dually Truck	48,265
Generator Pad Reserve	63,469
Town Buildings	48,609
HSG PD Grant	10,289
Condemned Building	723
Wellness Grant	711
49 Frost Hill	3,093
Sabattus Law Grant	2,760
Brownfields Grant	22,010
Donations	316
JAG Grant	2,166

NOTE 17 - DEFICIT FUND BALANCES (CONTINUED)

Façade Grant	19,999
Renewable Energy	981
Maine Community Foundation	1,137
Resilience Grant	285
Clerk Book	327
Nonmajor Capital Projects Fund:	
Fire Station Study	8,411
Burrough Rd Bridge	35,533
Parks and Recreation Equipment Replacement	96,804
Public Works Salt Shed	35,500
Police Cruiser	25,627
	$ 710,674

NOTE 18 - EXPENDITURES OVER APPROPRIATIONS

The Town had the following overspent appropriations at June 30, 2024:

General government	$ 27,012
County tax	24,144
Debt service	20,758
Transfers to other funds	39,409
	$ 111,323

NOTE 19 - OVERLAPPING DEBT

The Town is contingently liable for its proportionate share of any defaulted debt by entities of which it is a member. At June 30, 2024, the Town had the following overlapping debt.

	Outstanding Debt	Town's Percentage	Total Share
County of Androscoggin	$ 560,414	7.36%	$ 41,246

NOTE 20 - DEFINED BENEFIT PENSION PLANS

MAINE PUBLIC EMPLOYEES' RETIREMENT SYSTEM

PARTICIPATING LOCAL DISTRICT CONSOLIDATED PLAN

Plan Description

Town employees contribute to the Maine Public Employees Retirement System (MainePERS), a cost-sharing multiple-employer defined benefit pension plan established by the Maine State Legislature. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the Participating Local District (PLD) Consolidated Plan's advisory group, which reviews the terms of the plan and periodically makes recommendations to the Legislature to amend the terms. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the Consolidated Plan. That report may be obtained online at www.mainepers.org or by contacting the System at (207) 512-3100.

Benefits Provided

The Maine Public Employees Retirement System provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. The System's retirement programs provide defined retirement benefits based on members' average final compensation and service credit earned as of retirement. Vesting (i.e., eligibility for benefits upon reaching qualification) occurs upon the earning of five years of service credit (effective October 1, 1999, the prior ten year requirement was reduced by legislative action to five years for employees of PLDs). In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. For PLD members, normal retirement age is 60 or 65. 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 contract with other PLD employers under applicable statutory provisions. As of June 30, 2023, there were 327 employers in the plan.

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 rate of interest credited to members' accounts is set by the System's Board of Trustees and is currently 3.88%.

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

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. The Town's AC plan members are required to contribute 7.70% or 6.95% of their annual covered salary and the Town's 2C plan members are required to contribute 8.40% of their annual salary. The Town is required to contribute at an actuarially determined rate. The current rate is 10.20% for the AC plan and 11.60% for the 2C plan of covered payroll. The contribution rates of plan members and the Town are established and may be amended by the Maine Public Employee Retirement Systems advisory group. The Town's contribution to the MainePERS PLD Consolidated Plan for the year ended June 30, 2024 was $676,511. The Lisbon Water Department's contribution to the MainePERS PLD Consolidated Plan for the year ended December 31, 2023 was $48,008.

STATE EMPLOYEE AND TEACHER PLAN

Plan Description

All school teachers, plus other qualified educators, participate in the Maine Public Employees Retirement System's (MainePERS) State Employee and Teacher (SET) Plan. The teacher's program is a multi-employer cost-sharing plan with a special requirement was reduced by legislative action to five years for State employees and teachers). In some cases, vesting occurs on the earning of one year of service credit immediately preceding retirement at or after normal retirement age. Normal retirement age for State employees and teachers is age 60, 62 or 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 and by contract with other participating employers under applicable statutory provisions. As of June 30, 2023, there were 239 employers, including the State of Maine, participating in the plan.

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 rate of interest credited to members' accounts is set by the System's Board of Trustees and is currently 3.88%.

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Contributions

Retirement benefits are funded by contributions from members and employers and by earnings on investments. The Town's teachers are required to contribute 7.65% of their compensation to the retirement system. The Town's payroll for teachers covered by this program was approximately $8,972,654 for the year ended June 30, 2024. Title 5 of the Maine Revised Statutes Annotated requires the State to contribute 14.51% of the Town's contractually required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability (UAL). Contributions paid by the State were approximately $1,301,932 for the year ended June 30, 2024. Title 5 of the Maine Revised Statutes Annotated also requires the Town to contribute at an actuarially determined normal cost rate of 4.47%, which totaled $418,014 for 2024. In addition, the Town is required to contribute toward the UAL of the plan and pay a small percentage of payroll towards the administrative costs for federally funded teachers, which amounts to 15.10% of compensation and totaled $62,831 the year ended June 30, 2024.

Pension Liabilities

PLD Consolidated Plan

At June 30, 2024, the Town reported a liability of $1,917,529 and the Lisbon Water Department reported a liability of $170,017 for its proportionate share of the net pension liabilities for the plan. The net pension liabilities were measured as of June 30, 2023 and the total pension liabilities used to calculate the net pension liabilities were determined by an actuarial valuation as of that date. The Town's proportion of the net pension liabilities were based on a projection of the Town's long-term share of contributions to each pension plan relative to the projected contributions of all PLDs, actuarially determined. At June 30, 2023, the Town's proportion was 0.60093%, which was an increase of 0.02986% from its proportion measured as of June 30, 2022. The Lisbon Water Department's proportion at June 30, 2023 was 0.05328%, which was a decrease of 0.00672% from its proportion measured as of June 30, 2022.

SET Plan

At June 30, 2024, the Town reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the Town. The amount recognized by the Town as its proportionate share of the net pension liability, the related State support and the total portion of the net pension liability that was associated with the Town were as follows:

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Town's proportionate share of the net pension liability	$	463,547
State's proportionate share of the net pension liability associated with the Town		8,669,203
Total	$	9,132,750

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 an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating school units and the State actuarially determined. At June 30, 2023, the Town's proportion was 0.03055%, which was an increase of 0.00177% from its proportion measured as of June 30, 2022.

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

For the year ended June 30, 2024, the Town recognized total pension expense of $146,843 for the PLD plan and net expense of $1,833,545 and revenue of $1,870,241 for support provided by the State of Maine for the SET plan. For the year ended December 31, 2023, the Lisbon Water Department recognized net pension expense of $23,303. At June 30, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Town				Lisbon Water Department	
	PLD Plan		SET Plan		PLD Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 355,992	$ -	$ 37,979	$ -	$ 31,564	$ -
Changes of assumptions	-	-	-	-	-	-
Net difference between projected and actual earnings on pension plan investments	-	325,394	-	43,004	-	28,851
Changes in proportion and differences between contributions and proportionate share of contributions	65,920	-	70,528	10,564	13,669	15,257
Contributions subsequent to the measurement date	676,511	-	480,845	-	23,039	-
Total	$ 1,098,423	$ 325,394	$ 589,352	$ 53,568	$ 68,272	$ 44,108

$699,550 for the PLD plans and $480,845 for the SET plan were reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

pension liability in the years ended June 30, 2025 or December 31, 2024 for the Lisbon Water Department. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Town		Lisbon Water Department
	PLD Plan	SET Plan	PLD Plan
Year ended June 30:			
2024	$ 15,048	$ 6,293	$ 3,948
2025	(263,694)	(11,871)	(33,428)
2026	330,038	58,341	29,263
2027	15,126	2,175	1,342
2028	-	-	-
Thereafter	-	-	-

Actuarial Methods and Assumptions

The respective collective total pension liability for the plans was determined by an actuarial valuation as of June 30, 2023, using the following methods and assumptions applied to all periods included in the measurement:

Actuarial Cost Method

The Entry Age Normal cost method is used to determine costs. Under this cost method, the total employer contribution rate consists of two elements: the normal cost rate and the unfunded actuarial liability (UAL) rate.

The individual entry age normal method is used to determine liabilities. Under the individual entry age normal method, a normal cost rate is calculated for each employee. This rate is determined by taking the value, as of age at entry into the plan, of the member's projected future benefits and dividing it by the value, also as of the member's entry age, of his or her expected future salary. The normal cost for each member is the product of the member’s pay and normal cost rate. The normal cost for the group is the sum of the normal costs for all members.

Experience gains and losses, i.e., decreases or increases in liabilities and/or in assets when actual experience differs from the actuarial assumptions, affect the unfunded actuarial accrued liability.

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Asset Valuation Method

The actuarial valuation employs a technique for determining the actuarial value of assets which reduces the impact of short-term volatility in the market value. The specific technique adopted in this valuation recognizes in a given year one-third of the investment return that is different from the actuarial assumption for investment return.

Amortization

The net pension liability of the PLD Consolidated Plan is amortized on a level percentage of payroll using a method where a separate twenty-year closed period is established annually for the gain or loss for that year.

The net pension liability of the State Employee and Teacher Retirement Plan is amortized on a level percentage of payroll over the amortization period then in effect under statutory and constitutional requirements. All other gains, losses and changes are amortized over ten-year periods beginning on the date as of which they occur.

Significant actuarial assumptions employed by the actuary for funding purposes as of June 30, 2023 are as follows:

Investment Rate of Return - For the PLD and State Employee and Teacher Plans, 6.50% per annum for the years ended June 30, 2023 and 2022, compounded annually.

Salary Increases, Merit and Inflation - Members of the consolidated plan for PLDs, 3.26% - 9.43%; teachers, 2.80% - 13.03% per year.

Mortality Rates - For the PLD Consolidated Plan and the State Employee and Teacher Plan, the rates are based on the 2010 Public Plan General Benefits-Weighted Healthy Retiree Mortality Table, for males and females, projected generationally using the RPEC_2020 model.

Cost of Living Benefit Increases - for PLD Consolidated 1.91% and Teacher Plans, 2.20% per annum for the year ended June 30, 2023.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major class of assets. These ranges are combined

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as June 30, 2023 are summarized in the following table.

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Public equities	30.0%	6.0%
US Government	7.5%	2.6%
Private equity	15.0%	7.6%
Real assets:		
Real estate	10.0%	5.2%
Infrastructure	10.0%	5.3%
Natural resources	5.0%	5.0%
Traditional credit	7.5%	3.2%
Alternative credit	5.0%	7.4%
Diversifiers	10.0%	5.0%

Discount Rate

The discount rate used to measure the collective total pension liability was 6.50% for 2023 for each of the Plans. 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.

The following table shows how the collective net pension liability as of June 30, 2023 would change if the discount rate used was one percentage point lower or one percentage point higher than the current rate. The current rate is 6.50% for each of the Plans.

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

	1% Decrease	Discount Rate	1% Increase
PLD Plan - Town:			
Discount rate	5.50%	6.50%	7.50%
Town's proportionate share of the net pension liability/(asset)	$ 5,254,168	$ 1,917,529	$ (834,927)
SET Plan:			
Discount rate	5.50%	6.50%	7.50%
Town's proportionate share of the net pension liability	$ 911,441	$ 463,547	$ 90,699
PLD Plan - Lisbon Water Department:			
Discount rate	5.50%	6.50%	7.50%
Department's proportionate share of the net pension liability/(asset)	$ 465,859	$ 170,017	$ (74,029)

Changes in Net Pension Liability

Each employer's share of the collective net pension liability is equal to the collective net pension liability multiplied by the employer's proportionate share as of June 30, 2023 as shown in the schedules of employer and non-employer contributing entity allocations. Changes in net pension liability are recognized in pension expense for the year ended June 30, 2023 with the following exceptions.

Differences between Expected and Actual Experience

The difference between expected and actual experience with regard to economic or demographic factors is recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resource. For 2023 through 2020, this was three years for the PLD Consolidated Plan. For 2019, this was four years for the PLD Consolidated Plan. For 2018 and 2017, this was three years; prior to 2017, this was four years for the PLD Consolidated Plan. For 2023 and 2017, this was three years for the SET Plan.

NOTE 20 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Differences between Expected and Actual Investment Earnings

Differences between projected and actual investment earnings are recognized in pension expense using a straight-line amortization method over a closed five-year period. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Changes in Assumptions

Differences due to changes in assumptions about future economic or demographic factors or other inputs are recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The actuarial assumptions used for the year ended June 30, 2023 valuation were based on the results of an actuarial experience study for the period of July 1, 2015 through June 30, 2020. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. Please refer to the *Actuarial Methods and Assumptions* section for information relating to the use of assumptions.

Changes in Proportion and Differences between Employer Contributions and Proportionate Share of Contributions

Differences resulting from a change in proportionate share of contributions and differences between total employer contributions and the employer's proportionate share of contributions are recognized in pension expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as pension expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. Differences between total employer contributions and the employer's proportionate share of contributions may arise when an employer has a contribution requirement for an employer specific liability.

Pension Plan Fiduciary Net Position

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

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS

MAINE MUNICIPAL EMPLOYEES' HEALTH TRUST

Plan Description

The Town and Town retirees contribute to the Town's OPEB Plan with the Maine Municipal Employees Health Trust (MMEHT), a single employer defined benefit plan. Contributions and membership in this Plan are voluntary and may be terminated at any time by the Town and/or the Town retirees. MMEHT is a fully funded, self-insured trust which provides benefits to municipal and quasi-municipal organizations and county governments and acts as the agent to the Town concerning administration of this Plan. Title 24-A Chapter 81 of the Maine Revised Statutes Annotated authorizes the regulation of MMEHT as a Multiple Employer Welfare Arrangement by the State of Maine Bureau of Insurance. Benefits and plans are designed and governed by MMEHT participants and are administered by a number of third-party administrators contracted by MMEHT. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. MMEHT issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by MMEHT at (800) 852-8300.

Benefits Provided

This Plan provides medical/prescription drug benefits during retirement to Medicare and non-Medicare retirees and their surviving spouses with varying levels of benefits determined by voluntary plan selection by the retiree as well as applicable Medicare statutes and regulations. The Plan also provides an automatic life insurance benefit of $2,000 to participants which includes a surviving spouse benefit for the same. The employee must meet the minimum requirement of age 55 with at least 5 years of service at retirement to be eligible for the Plan. The retiree must enroll when first eligible and continue coverage without interruption.

Employees Covered by Benefit Terms

At January 1, 2024, the following Town employees were covered by the benefit terms:

Active members	51
Retirees and spouses	1
Total	52

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

At January 1, 2023, the following Lisbon Water Department employees were covered by the benefit terms:

Lisbon Water Department	
Active members	2
Retirees and spouses	0
Total	2

Contributions

Retiree and spouse premium amounts are funded by the retiree at the rate for the coverage elected by the retiree. Premium rates are those determined by the MMEHT's Board of Trustees to be actuarially sufficient to pay anticipated claims. Premiums for retiree life insurance coverage are factored into the premiums paid for basic coverage. Retirees and spouses must contribute 100% of the premium amounts. The sponsoring employer pays the remainder of the premium. Medical benefits are provided for the life of the retiree and surviving spouses.

Retiree Premium Amounts:

The following monthly premium amounts were reported on the individual data file for the Town. Actual plan election was reflected in expected retiree premium amounts.

Pre-Medicare	**Single Coverage**	**Family Coverage**
POS 200	$1,183	$2,654
POS C	$1,243	$2,788
PPO 500	$1,144	$2,567
Medicare		
Medicare - Eligible Retirees	$659	$1,319

The following monthly premium amounts were reported on the individual data file for the Lisbon Water Department. Actual plan election was reflected in expected retiree premium amounts.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Pre-Medicare	Single Coverage	Family Coverage
POS 200	$ 1,086.21	$ 2,436.48
POS C	1,140.92	2,559.25
PPO 500	1,050.27	2,355.90
Medicare		
Medicare - Eligible Retirees	600.50	1,201.00

Total OPEB Liability, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the Town reported a liability of $378,713 for its total OPEB liability for this Plan, while the Lisbon Water Department at December 31, 2023 reported a liability of $23,283. The total OPEB liability for the Town was measured as of January 1, 2024 and was determined by an actuarial valuation as of that date. The total OPEB liability for the Lisbon Water Department was measured as of January 1, 2023 and was determined by an actuarial valuation as of that date. The Town and Water Department's total OPEB liability was based on the Entry Age Normal Actuarial Cost Method which does not reflect future changes in benefits, subsidies, penalties, taxes or administrative costs that may be required as a result of the Patient Protection and Affordable Care Act of 2010 (ACA) related legislation and regulations.

For the year ended June 30, 2024, the Town recognized OPEB expense of $4,104. For the year ended December 31, 2023, the Lisbon Water Department recognized OPEB expense of $8,521. At June 30, 2024, the Town and at December 31, 2023, the Water Department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Town		Lisbon Water Department	
	MMEHT		MMEHT	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ 198,357	$ 162	$ 38,111
Changes of assumptions	122,502	44,289	11,078	10,838
Net difference between projected and actual earnings on OPEB plan investments	-	-	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	-		
Contributions subsequent to the measurement date	4,104	-	508	-
Total	$ 126,606	$ 242,646	$ 11,748	$ 48,949

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

$4,104 and $508 were reported as deferred outflows of resources related to OPEB resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the years ended June 30, 2025 or December 31, 2024 for the Lisbon Water Department, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	Town MMEHT	Lisbon Water Dept. MMEHT
Plan year ended December 31:		
2024	$ -	$ (6,622)
2025	(36,935)	(8,099)
2026	(30,424)	(6,847)
2027	(30,424)	(6,847)
2028	(7,573)	(2,455)
2029	(10,417)	(6,839)
Thereafter	(4,371)	-

Discount Rate

For the Town, the discount rate is the assumed interest rate used for converting projected dollar related values to a present value as of the valuation date of January 1, 2024. The discount rate determination is based on the 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 rate of 3.26% per annum for June 30, 2024 was based upon a measurement date of December 28, 2023. The sensitivity of net OPEB liability to changes in discount rate are as follows:

Town	1% Decrease	Discount Rate	1% Increase
	2.26%	3.26%	4.26%
Total OPEB liability	$ 444,611	$ 378,713	$ 324,808
Plan fiduciary net position	-	-	-
Net OPEB liability	$ 444,611	$ 378,713	$ 324,808
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

For the Lisbon Water Department, the discount rate is the assumed interest rate used for converting projected dollar related values to a present value as of January 1, 2023. The discount rate determination is based on the 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 rate of 3.72% per annum for December 31, 2023 was based upon a measurement date of December 29, 2022. The sensitivity of net OPEB liability to changes in discount rate are as follows:

Lisbon Water Department	1% Decrease	Discount Rate	1% Increase
	2.72%	3.72%	4.72%
Total OPEB liability	$ 67,608	$ 23,283	$ 48,389
Plan fiduciary net position	-	-	-
Net OPEB liability	$ 67,608	$ 23,283	$ 48,389
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%

Healthcare Trend

The healthcare trend is the assumed dollar increase in dollar-related values in the future due to the increase in the cost of health care. The healthcare cost trend rate is the rate of change in per capita health claim costs over time as a result of factors such as medical inflation, utilization of healthcare services, plan design and technological developments. The sensitivity of net OPEB liability to changes in healthcare cost trend rates are as follows:

Town	1% Decrease	Healthcare Trend Rates	1% Increase
Total OPEB liability	$ 316,873	$ 378,713	$ 457,312
Plan fiduciary net position	-	-	-
Net OPEB liability	$ 316,873	$ 378,713	$ 457,312
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Actuarial Methods and Assumptions

The total OPEB liability for the Town Plan was determined by an actuarial valuation as of January 1, 2024, while the Lisbon Water Department Plan was determined by an actuarial valuation of January 1, 2023 using the following methods and assumptions applied to all periods included in the measurement:

Actuarial Cost Method

The Entry Age Normal Actuarial Cost Method is used to determine costs. Under this funding method, a normal cost rate is determined as a level percent of pay for each active Plan member and then summed to produce the total normal cost for this Plan. The unfunded actuarial liability is the difference between the actuarial liability and the actuarial value of assets.

For medical and pharmacy, historical claims and census records were assembled and provided through June 30, 2021. Medicare and non-Medicare eligible medical and prescription experience were analyzed. It was assumed that current enrollment distribution of benefit options would remain constant in the future for retirees. The cost was distributed based on the current covered population and the actuary's standard age curves which vary by age, gender and Medicare status. Children costs are converted to a load on the non-Medicare retirees which implicitly assumes that future retirees will have the same child distribution as current retirees.

Assumptions

The actuarial assumptions used in the January 1, 2024 actuarial valuation were adopted by the Maine State Retirement Consolidated Plan for Participating Local Districts as of June 30, 2022 and based on the experience study covering the period from June 30, 2016 through June 30, 2021. As of January 1, 2024, they are as follows:

Discount Rate - 3.26% per annum for year end 2024 reporting. 3.72% per annum for year end 2023 reporting.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Trend Assumptions*:*

Town:

Medical Trend assumptions were developed using the Society of Actuaries (SOA) Long-Run Medical Cost Trend Model. The SOA model was released in December 2007 and version 2024_1b was used for this valuation. The following assumptions were input into this model:

Variable	Rate
Rate of Inflation	2.38%
Rate of Growth in Real Income/GDP per capital 2031+	1.40%
Extra Trend due to Taste/Technology 2031+	1.10%
Expected Health Share of GDP 2031	19.80%
Health Share of GDP Resistance Point	18.00%
Year for Limiting Cost Growth to GDP Growth	2044

Water Department:

Medical Trend assumptions were developed using the Society of Actuaries (SOA) Long-Run Medical Cost Trend Model. The SOA model was released in December 2007 and version 2023_fl was used for this valuation. The following assumptions were input into this model:

Variable	Rate
Rate of Inflation	3.00%
Rate of Growth in Real Income/GDP per capital 2032+	1.50%
Extra Trend due to Taste/Technology 2032+	0.80%
Expected Health Share of GDP 2032	19.80%
Health Share of GDP Resistance Point	19.00%
Year for Limiting Cost Growth to GDP Growth	2043

The SOA Long-Run Medical Cost Trend Model and its baseline projection are based on an econometric analysis of historical U.S. medical expenditures and the judgements of experts in the field. The long-run baseline projection and input variables have been developed under the guidance of the SOA Project Oversight Group.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Town:

The trends selected from 2024 to 2027 were based on plan design, population weighting, renewal projections and market analysis. For years 2028 to 2032, these are interpolated from 2027 to 2033 (which is the product of the inflation, GDP and extra trend rate assumptions).

Water Department:

The trends selected from 2023 to 2026 were based on plan design, population weighting, renewal projections and market analysis. For years 2027 to 2031, these are interpolated from 2026 to 2032 (which is the product of the inflation, GDP and extra trend rate assumptions).

Deductibles, Co-payments and Out of Pocket Maximums are assumed to increase at the above trend rates. The ultimate trend rate reflects an assumed nominal per capital GDP growth.

Administrative and claims expense: 3% per annum

Future plan changes: It is assumed that the current Plan and cost-sharing structure remains in place for all future years.

Retirement Rates - Rates vary for plans with no explicit employer subsidy (or payment) versus those plans defining an explicit employer subsidy (or payment). The rates are based on assumptions from the Maine State Retirement Consolidated Plan for Participating Local District at June 30, 2021.

Retirement Contribution Increases - Assumed to increase at the same rate as incurred claims. A constant cost sharing in plan design between employer and employees is assumed.

Family Enrollment Composition - For males, 50% of future retirees under the age of 65 and 50% of current retirees are married and elect spousal coverage while females are at 30% for both. 25% of male and female future retirees over the age of 65 are married and elect spousal coverage.

Age Difference of Spouses - Husbands are assumed to be 3 years older than wives.

Administrative expenses - Included in the per capita claims cost.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Disability Incidence - Disabled lives will be considered active employees and will not be valued separately.

Salary Increase Rate - 2.75% per year assumed using the level percentage of pay entry age method.

Dates of Hire - Needed to be assumed for some employees and will be based on the average age at hire for similar employees.

Active Employees - Rates of mortality are based on 83.5% and 88.6% of the 2010 Public Plan General Benefits- Weighted Employee Mortality Table, respectively, for males and females. These rates are generationally projected using the same version of the RPEC_2020 model as described in the healthy annuitant mortality. As prescribed by the Trust, mortality rates were taken from the assumptions for the Maine State Retirement Consolidated Plan for Participating Local Districts at June 30, 2021.

Retiree Continuation Percentage*:*

Medicare participant retirees - 100% assumed to continue in the plan elected

Pre-Medicare plan retirees and active participants - 75% assumed to continue coverage once Medicare-eligible

Pre-Medicare plan spouses and spouses of active participants - 50% assumed to continue coverage once Medicare-eligible

Changes in Net OPEB Liability

Changes in net OPEB liability are recognized in OPEB expense for the year ended June 30, 2024 and December 31, 2023 with the following exceptions:

Differences between Expected and Actual Experience

The difference between expected and actual experience are recognized in OPEB expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. The difference

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

between expected and actual experience as of January 1, 2024 for the Town was ($198,357). The difference between expected and actual experience as of January 1, 2023 for the Lisbon Water Department was ($37,949).

Changes in Assumptions

Differences due to changes in assumptions about future economic, demographic or claim and expense factors or other inputs are recognized in OPEB expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The actuarial assumptions used in the January 1, 2024 actuarial valuation were adopted by the Maine State Retirement Consolidated Plan for Participating Local Districts as of June 30, 2021 and based on the experience study covering the period from June 30, 2016 through June 30, 2020. The actuarial assumptions used in the June 30, 2018 and June 30, 2016 actuarial valuations were based primarily on those used by Maine State Retirement Consolidated Plan for Participating Local District at June 30, 2016 which were based on the experience study covering the period from June 30, 2012 through June 30, 2015. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

Differences between Projected and Actual Earnings on OPEB Plan Investments

Differences between projected and actual investment earnings are recognized in OPEB expense using a straight-line amortization method over a closed five-year period. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

OPEB Plan Fiduciary Net Position

Additional financial and actuarial information with respect to both Plans can be found at the Town Office at 300 Lisbon Street, Lisbon, Maine 04250.

MAINE EDUCATION ASSOCIATION BENEFITS TRUST

Plan Description

The State of Maine and School retirees contribute to the School's OPEB Plan with the Maine Education Association Benefits Trust (MEABT), a single employer defined benefit plan. Contributions and membership in this Plan are voluntary and may be terminated at any time by the State, the School and/or the School retirees. MEABT

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

is a fully funded, self-insured trust which provides benefits to education organizations and acts as the agent to the School concerning administration of this Plan. Title 24-A Chapter 81 of the Maine Revised Statutes Annotated authorizes the regulation of MEABT as a Multiple Employer Welfare Arrangement by the State of Maine Bureau of Insurance. Benefits and plans are designed and governed by MEABT participants and are administered by a number of third-party administrators contracted by MEABT. No assets are accumulated in a trust that meets the criterial of paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. MEABT issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by contacting MEABT at (888) 622-4418.

Benefits Provided

This Plan provides medical/prescription drug benefits during retirement to Medicare and non-Medicare retirees and their spouses with varying levels of benefits determined by voluntary plan selection by the retiree as well as applicable Medicare statutes and regulations. The employee must have participated in a plan for the 12 months prior to retirement and have 10 years (under age 50) or 5 years (age 50 or above) of continuous active service and enrollment in the health plan to be eligible for this Plan. The retiree who terminates coverage may elect to re-enroll in coverage if they participated in the health plan for 12 months prior to terminating coverage, as long as re-enrollment occurs within 5 years from coverage termination and as long as the retiree is not past age 62. The retiree must have maintained continuous health insurance coverage during the break in coverage with MEABT to be eligible for re-enrollment and is only eligible for re-enrollment once.

Employees Covered by Benefit Terms

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

Active members	167
Retirees and spouses	73
Total	240

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Cost Sharing Provisions/Contributions

Retirees are eligible for a State subsidy of 60% (effective November 1, 2023) and 55% (effective July 1, 2021) of the blended single premium for the retiree. The blended premium is determined by blending rates for active members and retired members, as determined by State law. The retiree pays 40% (November 1, 2023 and later) and 45% (July 1, 2021) of the blended premium rate for coverage elected. Spouses must contribute 100% of the blended premium amounts. Thus, the total premium is paid for by both the State and the retiree (and/or spouse). The Maine Education Association Benefits Trust is not responsible for the premium, but instead, the implicit rate subsidy. The implicit rate subsidy is the value of the cost of care minus the premiums charged. Since the premiums are based on the average active and pre-Medicare retirees, the retirees are implicitly paying less than the true cost of coverage, thus an implied subsidy. This is the basis of the liability throughout this report.

Employee/Retiree Premium Amounts:

The following monthly premium amounts were reported on the individual data file. Actual plan election was reflected in expected retiree premium amounts.

Pre-Medicare	**Employee Only**	**Employee/ Spouse**	**Employee/ Child(ren)**	**Employee/ Family**
Choice Plus	$ 770	$ 1,736	$ 1,363	$ 2,112
Standard $200 Deductible	$ 832	$ 1,874	$ 1,472	$ 2,281
Standard $1,000 Deductible	$ 698	$ 1,572	$ 1,235	$ 1,914
Medicare				
Medicare Eligible Retirees	$ 388	$ 775		

Total OPEB Liability, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the School reported a liability of $3,806,901 for its total OPEB liability for this Plan. The total OPEB liability was measured as of June 30, 2023 and was determined by an actuarial valuation as of that date. The School's total OPEB liability was based on the Entry Age Normal Actuarial Cost Method which does not reflect future changes in benefits, subsidies, penalties, taxes or administrative costs that may be required as a result of the Patient Protection and Affordable Care Act of 2010 (ACA) related legislation and regulations.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

For the year ended June 30, 2024, the School recognized OPEB expense of $51,035. At June 30, 2024, the School reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	MEABT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 198,548	$ 257,554
Changes of assumptions	352,467	42,775
Net difference between projected and actual earnings on OPEB plan investments	-	-
Contributions subsequent to the measurement date	176,840	-
Total	$ 727,855	$ 300,329

$176,840 were reported as deferred outflows of resources related to OPEB resulting from School contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	MEABT
Plan year ended June 30:	
2024	$ 73,078
2025	43,392
2026	43,388
2027	50,667
2028	47,291
Thereafter	(7,130)

Discount Rate

The discount rate is the assumed interest rate used for converting projected dollar related values to a present value as of June 30, 2023. The discount rate determination is based on the 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

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Index. The rate of 3.65% per annum for June 30, 2024 was based upon a measurement date of June 30, 2023. The sensitivity of total OPEB liability to changes in discount rate are as follows:

	1% Decrease	Discount Rate	1% Increase
	2.65%	3.65%	4.65%
Total OPEB liability	$ 4,301,913	$ 3,806,901	$ 3,397,297
Plan fiduciary net position	-	-	-
Net OPEB liability	$ 4,301,913	$ 3,806,901	$ 3,397,297
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%

Healthcare Trend

The healthcare trend is the assumed dollar increase in dollar-related values in the future due to the increase in the cost of health care. The healthcare cost trend rate is the rate of change in per capita health claim costs over time as a result of factors such as medical inflation, utilization of healthcare services, plan design and technological developments. The sensitivity of total OPEB liability to changes in healthcare cost trend rates are as follows:

	1% Decrease	Healthcare Trend Rates	1% Increase
Total OPEB liability	$ 3,343,549	$ 3,806,901	$ 4,372,714
Plan fiduciary net position	-	-	-
Net OPEB liability	$ 3,343,549	$ 3,806,901	$ 4,372,714
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%

Actuarial Methods and Assumptions

The total OPEB liability for the Plan was determined by an actuarial valuation as of June 30, 2023, using the following methods and assumptions applied to all periods included in the measurement:

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Actuarial Cost Method

The Entry Age Normal Actuarial Cost Method is used to determine costs. Under this funding method, a normal cost rate is determined as a level percent of pay for each active Plan member and then summed to produce the total normal cost for this Plan. The unfunded actuarial liability is the difference between the actuarial liability and the actuarial value of assets.

Assumptions

The demographic actuarial assumptions are the Teacher assumptions that were used by the Maine Public Employees Retirement System State Employee and Teacher Retirement Program valuation at June 30, 2021 and are based on the experience study covering the period from June 30, 2015 through June 30, 2020. The proposed assumptions were adopted by the Board of Trustees at their March 11, 2021.

The economic assumptions are based on GASB 75 paragraph 36. Since the Plan is not funded via a qualified trust, the discount rates are selected based on the 20-year tax-exempt bond buyer rates as of the measurement dates. The other economic assumptions, ie trend rates, were developed based on historical and future projections of long term health care rates:

Discount Rate - 3.65% per annum for year-end 2024 reporting, 3.54% per annum for year-end 2023 reporting.

Trend Assumptions*:*

Health care trend assumptions used were developed using the Society of Actuaries (SOA) Long-Run Medical Cost Trend Model version 2023_1f. The following assumptions were applied in this model as below:

Trend Assumption Inputs

Variable	Rate
Rate of Inflation	2.70%
Rate of Growth in Real Income/GDP per capita 2032+	1.40%
Extra Trend due to Taste/Technology 2032+	0.80%
Expected Health Share of GDP 2032	19.80%
Health Share of GDP Resistance Point	19.90%
Year for Limiting Cost Growth to GDP Growth	2042

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

The SOA Long-Run Medical Cost Trend Model and its baseline projection are based on an econometric analysis of historical U.S. medical expenditures and the judgments of experts in the field. The long-run baseline projection and input variables have been developed under the guidance of the SOA Project Oversight Group. Sample medical trends are listed in the table below.

Pre-Medicare - Initial trend of 7.95% applied in FYE 2023 and 4.00% grading over 19 years to 4.00% per annum.

Medicare - Initial trend of 0.0% applied in FYE 2023 and 5.62% applied in FYE 2024 grading over 18 years to 4.29% per annum.

Future plan changes - Assumes that the current Plan and cost-sharing structure remain in place for all future years.

Significant actuarial assumptions employed by the actuary for demographic purposes are the assumptions that were adopted by Maine Public Employees Retirement System State Employee and Teacher Retirement Program at June 30, 2021 and based on the experience study covering the period from June 30, 2015 through June 30, 2020. The proposed assumptions were adopted by the Board of Trustees at their March 11, 2021 meeting. As of June 30, 2023, they are as follows:

Retirement Rates - Rates vary for plans based on age and service

Rates of Turnover - Rates vary for plans based on service

Disability Incidence - Rates vary for plans based on age

Retirement Contribution Increases - Assumed to increase at the same rate as incurred claims

Family Enrollment Composition - It is assumed that 80% is married with an eligible spouse.

Age Difference of Spouses - Husbands are assumed to be 3 years older than wives.

Administrative expenses - Included in the per capita claims cost

Salary Increase Rate - 2.75% per year assumed using the level percentage of pay entry age method

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Salaries - Salaries were not provided by the client. Assumed salaries are inferred using the Teachers Age/Service Salary scatter from the Maine State Teachers Retirement System's salary age/service scatter from the June 30, 2022 Maine Public Employees Retirement System State Employee and Teacher Retirement Program valuation. Based on the dates of hire assumed above and the participant's actual age, pay was assigned using the salary age service scatter, unless otherwise supplied by the district group during its review of the active data.

Dates of Hire - Were not available from the client and were available from the State Retirement Agency. Dates of hire were inferred using the Maine State Retirement System's Age/Service scatter from the June 30, 2022 Maine Public Employees Retirement System State Employee and Teacher Retirement Program valuation. Those under 1 year of service, the date was assumed to be January 1, 2022 and all other groups were assumed to be hired on July 1 of each service midpoint.

Rate of Mortality*:*

Healthy Annuitants: Based on the 2010 Public Plan Teacher Benefits Weighted Healthy Retiree Mortality Table adjusted as follows:

- 98.1% and 87.5% respectively of the rates for males before age 85 and females before age 80

- 106.4% and 122.3% respectively of the rates for males on and after age 85 and females on and after age 80

Rates are projected generationally using the RPEC_2020 model, with an ultimate rate of 1.00% for ages 80 and under, grading down to 0.05% at age 95 and further grading down to 0.00% at age 115, along with convergence to the ultimate rates in the year 2027. All other parameters used in the RPEC_2020 model are those included in the published MP-2020 scale.

Healthy Employees: Based on 93.1% and 91.9% of the 2010 Public Plan Teacher Benefits Weighted Employee Mortality Table, respectively, for males and females. These rates are generationally projected using the same version of the RPEC_2020 model as described in the healthy annuitant mortality.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Disabled Annuitants: Based on 94.2% and 123.8% of the 2010 Public Plan Non-Safety Benefits-Weighted Disabled Retiree Mortality Table, respectively, for males and females. These rates are generationally projected using the same version of the RPEC_2020 model described in the healthy annuitant mortality.

Retiree Continuation Percentage*:*

Retirees who are currently in the Medicare Advantage Plan (Medicare participants) are assumed to remain in the Medicare Advantage Plan.

Retirees who are over the age of 65 and enrolled in a Pre-Medicare plan are assumed to never be eligible for Medicare and are assumed to remain enrolled in the Pre-Medicare plan.

Retirees who are currently under the age of 64 and enrolled in a Pre-Medicare plan are assumed to be eligible for Medicare and are assumed to remain in the Pre-Medicare Plan until age 64 and enroll in the Medicare Advantage Plan at age 65.

Spouses who are currently in a Pre-Medicare plan will follow the same assumptions as the retired member. Thus if the member is never eligible for Medicare, the spouse is not either.

Significant actuarial assumptions employed by the actuary for claims and expense purposes are the based on the actual community rated premiums of the entire group. As of June 30, 2023, they are as follows:

Monthly Per Capital Claims and Expense Cost - Claims are based on community rated premiums through July 1, 2022 and projects through June 30, 2024 and associate enrollment in the various options offered. Annual administrative and claims adjudication expenses are assumed to be included in the annual premiums.

Medical Plan Election - Employees are assumed to continue in their current medical plan for their entire career. 50% of retirees are assumed to switch from the Choice Plan to the Standard Plan.

Medicare Eligibility - Assumed to be age 65, with the exception of retirees over age 65 who are not in the Medicare Advantage Plan are assumed to never be eligible for Medicare, all current actives with a hire date before March 31, 1986 are assumed to never be eligible for Medicare.

NOTE 21 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN - HEALTH PLANS (CONTINUED)

Changes in Total OPEB Liability

Changes in total OPEB liability are recognized in OPEB expense for the year ended June 30, 2023 with the following exceptions:

Differences between Expected and Actual Experience

The difference between expected and actual experience are recognized in OPEB expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. As of the beginning of the measurement period, this average was 7 years. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. For the fiscal year ended June 30, 2023, the difference between expected and actual experience was ($59,006).

Changes in Assumptions

Differences due to changes in assumptions about future economic, demographic or claim and expense factors or other inputs are recognized in OPEB expense over the average expected remaining service life of all active and inactive Plan members. As of the beginning of the measurement period, this average was 7 years. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. The amortization period was six years for year ending June 30, 2019. For the fiscal year ended June 30, 2023, there were no changes in assumptions.

Differences between Projected and Actual Earnings on OPEB Plan Investments

Differences between projected and actual investment earnings are recognized in OPEB expense using a straight-line amortization method over a closed five-year period. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources.

OPEB Plan Fiduciary Net Position

Additional financial and actuarial information with respect to this Plan can be found at the School Office at 19 Gartley Street, Lisbon, Maine 04250.

NOTE 22 - OTHER POST EMPLOYMENT BENEFIT (OPEB) GROUP LIFE INSURANCE PLAN

MAINE PUBLIC EMPLOYEES' RETIREMENT SYSTEM

STATE EMPLOYEE AND TEACHER PLAN

Plan Description

All School teachers, plus other qualified educators, participate in the Maine Public Employees Retirement System's (MainePERS) State Employee and Teacher (SET) Plan. The teacher's program is a multi-employer cost-sharing plan with a special funding situation, established by the Maine State Legislature. The State of Maine is also a non-employer contributing entity in that the State pays the initial unfunded actuarial liability on behalf of teachers, while school districts contribute the normal cost, calculated actuarially, for their teacher members. Title 5 of the Maine Revised Statutes Annotated assigns the authority to establish and amend benefit provisions to the State Legislature. As of June 30, 2023, there were 234 employers, including the State of Maine, participating in the plan. The Maine Public Employees Retirement System issues a publicly available financial report that includes financial and actuarial information for the SET Plan. That report may be obtained online at www.mainepers.org or by contacting the System at (800) 451-9800.

Benefits Provided

The Group Life Insurance Plan (the Plan) 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 10-year participation requirement does not apply to recipients of disability retirement benefits). The level of coverage in retirement is initially set to an amount equal to the retiree's 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

Life insurance benefits are funded by contributions from members and employers. Premium rates are those determined by the MainePERS's Board of Trustees to be actuarially sufficient to pay anticipated claims. For Department's teachers, the premiums for retiree life insurance coverage are factored into the premiums paid for basic coverage while participants are active members. 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. The State participates in the SET Plan as a non-employer contributing entity in that the State pays the actuarially determined premium contributions associated with retired teachers. The State's contribution to the Plan for the year ended June 30, 2024 was approximately $25,745.

NOTE 22 - OTHER POST EMPLOYMENT BENEFIT (OPEB) GROUP LIFE INSURANCE PLAN (CONTINUED)

OPEB Liabilities and OPEB Expense

At June 30, 2024, the School Department reported a liability for its proportionate share of the net OPEB liability that reflected a reduction for State OPEB support provided to the School Department. The total portion of the net OPEB liability that was associated with the School Department were as follows:

School's proportionate share of the net OPEB liability	$ -
State's proportionate share of the net OPEB liability associated with the School	187,720
Total	$ 187,720

For the year ended June 30, 2024, the School Department recognized net OPEB expense of $24,288 and revenue of $24,288 for support provided by the State of Maine.

NOTE 23 - 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, participates in a public entity risk pool or is effectively self-insured.

The Town is a member of the Maine Municipal Association - Worker Compensation Trust Fund (“Fund”). The Fund was created to formulate, develop and administer a program of modified self-funding for the Fund’s membership, obtain lower costs for worker’s compensation coverage and develop a comprehensive loss control program. The Town pays an annual premium to the fund for its worker’s compensation coverage. The Town’s agreement with the Fund provides that the fund will be self-sustaining through member premiums and will provide, through commercial companies’ reinsurance contracts, coverage for claims in excess of $1,000,000.

Based on the coverage provided by the pool described above, as well as coverage provided by commercial insurance purchased, the Town is not aware of any material actual or potential claim liabilities which should be recorded at June 30, 2024. There were no significant reductions in insurance coverage from that of the prior year and amounts of settlements have not exceeded insurance coverage in the past three years.

NOTE 24 - COMMITMENTS AND CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the Town's financial position.

The Town participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the Town's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

Lisbon School Department receives subsidy funding payments through the State of Maine. The State subsidy payment amount is adjusted quarterly for the School's share of MaineCare Seed, which is the required local share of MaineCare revenue that the State pays on behalf of the School and then recovers through the ED 279. Adjustments made by the State in the fiscal year of 2025 could include expenditures from the fiscal year of 2024 that would normally be accrued. The actual amount cannot be determined at this time; however, it is the position of the Lisbon School Department that this practice is consistent with the formal recommendation of the Maine Department of Education to all Maine units concerning this matter.

NOTE 25 - MAJOR CUSTOMER

The Lisbon Water Department derived approximately 30% of its operating revenues from the Town of Lisbon related to the servicing of public fire hydrants for the year ended December 31, 2023.

NOTE 26 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS

The Town has established several tax increment financing districts in accordance with Maine statutes to finance development programs located in the Town of Lisbon, Maine. The expenditures from these development programs will be recovered in future years through an incremental tax levied upon the districts' so called "captured assessed value" (CAV). A portion of the incremental tax revenues will be returned to the district to repay principal and interest on any indebtedness, to fund the expenditures of the development program and to finance future expansion.

NOTE 26 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS (CONTINUED)

Downtown Omnibus Municipal Development and Tax Increment Financing District

On March 17, 2015, the Town of Lisbon approved an omnibus Tax Increment Financing District various public improvements within and outside the District (as detailed by the TIF) as well as enabling individual credit enhancement agreements (CEAs) with developers. Individual CEA reimbursements including up to 100% of capture assessed value, will be determined by the extent of construction value/assessed value, number of jobs and average weekly wage of jobs. The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 31, 2017. The original valuation of the property was $36,297,230. The term of this TIF is 30 assessment years from FY 2015 through FY 2044.

Kelly Park Municipal Development and Tax Increment Financing District

On January 22, 2013, the Town of Lisbon approved an omnibus Tax Increment Financing District enabling individual CEAs with developers of each park lot, which is currently subdivided as four lots with potential for additional subdivision to as many as eight lots. Individual CEA reimbursements including up to 100% of capture assessed value, will be determined by the extent of construction value/assessed value, number of jobs and average weekly wage of jobs. The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 15, 2013. The original valuation of the property was $224,980. The term of this TIF is 30 assessment years from FY 2014 through FY 2043.

Longchamps Realty LLC Municipal Development and Tax Increment Financing District

On November 20, 2007, the Town of Lisbon approved a Tax Increment Financing District to fund public improvements and assist with development of a commercial site in the Town. The District provides for 100% of the increase in assessed value (IAV) of the District to be captured and designated as CAV to be either retained by the Town (5%) or returned to Longchamps Realty through a credit enhancement agreement (95%). The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 21, 2007. The original valuation of the property in this District was $497,530. The term of this TIF is 30 assessment years from FY 2009 through FY 2038. To date, this TIF has no IAV and therefore has not assessed any CAV into the District.

NOTE 26 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS (CONTINUED)

G and C Realty LLC Municipal Development and Tax Increment Financing District

On September 28, 2004, the Town of Lisbon approved a Tax Increment Financing District to fund public improvements and assist with a realty expansion proposed by FS Realty and G and C Realty, LLC. The District provides for 100% of the increase in assessed value (IAV) of the District to be captured and designated as CAV to be either retained by the Town (50%) or returned to Gendron Realty through a credit enhancement agreement (50%). The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 31, 2005. The original valuation of the property in this District was $39,600. The term of this TIF is 20 assessment years from FY 2006 through FY 2025.

Gendron Realty Municipal Development and Tax Increment Financing District

On September 28, 2004, the Town of Lisbon approved a Tax Increment Financing District to fund public improvements and assist with a realty expansion proposed by Gendron Realty. The District provides for 100% of the IAV of the District to be captured and designated as CAV to be either retained by the Town (60%) or returned to Gendron Realty through a credit enhancement agreement (40%). The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 31, 2005. The original valuation of the property in this District was $303,130. The term of this TIF is 20 assessment years from FY 2006 through FY 2025.

Enterprise Electric Municipal Development and Tax Increment Financing District

On December 9, 2003, the Town of Lisbon approved a Tax Increment Financing District to fund public improvements and to help fund the business expansion plans of Enterprise Electric within the Town. The District provides for 100% of the IAV of the District to be captured and designated as CAV to be either retained by the Town (50%) or returned to Enterprise Electric through a credit enhancement agreement (50%). The District and Development Program have been adopted locally, reviewed by the state for compliance with state statutes and subsequently was approved on March 30, 2004. The original valuation of the property in this District was $21,250. The term of this TIF is 20 assessment years from FY 2005 through FY 2024.

NOTE 26 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS (CONTINUED)

Abatements

The Town has not made any commitments as part of the Credit Enhancement Agreements other than to reduce taxes. The Town is not subject to any tax abatement agreements entered into by other governmental entities. The Town currently has four tax abatement agreements as noted above, the Enterprise Electric Credit Enhancement Agreement, Gendron Realty Credit Enhancement Agreement, G and C Realty LLC Credit Enhancement Agreement and the Premier Development LLC Credit Enhancement Agreement, which are summarized below:

Enterprise Electric Credit Enhancement Agreement

On April 1, 2004, the Town of Lisbon entered into a CEA with the Enterprise Electric for the construction of a 27,000 square foot facility. The original valuation of the property was $23,400. 50% of the property taxes to be generated, both real and personal, on captured assessed value within the District will be returned to the developer for 20 years. The remaining 50% of property taxes generated on the IAV will be retained by the Town and used only for purposes as stated in the TIF.

Gendron Realty Credit Enhancement Agreement

On October 6, 2004, the Town of Lisbon entered into a CEA with Gendron Realty, a realtor and real estate developer, for the demolition, removal of existing buildings and new construction of a 30,000 square foot building for a Food City, Sam's Italian Foods, Dunkin Donuts and other associated retail/office space. The original valuation of the property was $303,130. 40% of the property taxes to be generated, both real and personal, on captured assessed value within the District will be returned to the developer for 20 years. The remaining 60% of property taxes generated on the IAV will be retained by the Town and used only for purposes as stated in the TIF.

G and C Realty LLC Credit Enhancement Agreement

On October 6, 2004, the Town of Lisbon entered into a CEA with G and C Realty, LLC, a realtor and real estate developer, for the construction of a 27,600 square foot facility for Floor Systems, Inc. on company-owned land. The original valuation of the property was $39,600. 50% of the property taxes to be generated, both real and personal, on captured assessed value within the District will be returned to the developer for 20 years. The remaining 50% of property taxes generated on the IAV will be retained by the Town and used only for purposes as stated in the TIF.

NOTE 26 - TAX INCREMENT FINANCING DISTRICTS AND ABATEMENTS (CONTINUED)

Premier Development LLC Credit Enhancement Agreement

On September 20, 2013, the Town of Lisbon entered into a CEA with Premier Development, LLC, under the Kelly Park Municipal Development and Tax Increment Financing District. This CEA is to support funding of the construction of a commercial business park. The original valuation of the property was $0. 60% of the property taxes to be generated, both real and personal, on captured assessed value within the District will be returned to the developer for 20 years. The remaining 40% of property taxes generated on the IAV will be retained by the Town and used only for purposes as stated in the TIF.

For the fiscal year ended June 30, 2024, the Town abated property taxes for the following CEAs:

Tax Abatement Agreements	Percentage of Taxes Abated During the Fiscal Year	Amount of Taxes Abated During the Fiscal Year
Enterprise Electric Credit Enhancement Agreement	50%	$ 12,754
Gendron Realty Credit Enhancement Agreement	40%	$ 18,507
G and C Realty LLC Credit Enhancement Agreement	50%	$ 17,785
Premier Development LLC Credit Enhancement Agreement	60%	$ 81,405

NOTE 27 - RESTATEMENTS

During fiscal year 2024, the Town determined corrections were needed to correct the General Fund total fund balance and to reclassify ARPA funds to deferred revenue. Additionally, corrections were needed to include additional capital assets and associated accumulated depreciation as well as additional long-term debt, which resulted in adjustments to and restatements of beginning net position for governmental activities and fund balances, as follows:

NOTE 27 - RESTATEMENTS (CONTINUED)

	6/30/2023 and 12/31/2022 As Previously Reported	Net Position/ Fund Balance Corrections	6/30/2023 and 12/31/2022 As Restated
Government-Wide			
Governmental Activities	$ 32,721,394	$ (5,904,184)	$ 26,817,210
Business-type Activities	6,699,105	-	6,699,105
Total Government-Wide	$ 39,420,499	$ (5,904,184)	$ 33,516,315
Governmental Funds			
Major Funds:			
General Fund	$ 5,236,263	$ 142,760	$ 5,379,023
Education Fund	2,385,947	-	2,385,947
Loan Program Fund	727,887	-	727,887
USD Road Loan Grant CIP	60,709	-	60,709
Treatment Plant Fund	2,955,702	(177,575)	2,778,127
Ferry Road Fund	740,364	-	740,364
Other Governmental Funds:			
Nonmajor Special Revenue	2,894,100	(733,800)	2,160,300
Nonmajor Capital Projects	148,234	-	148,234
Nonmajor Permanent	29,736	-	29,736
Total Governmental Funds	$ 15,178,942	$ (768,615)	$ 14,410,327

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - Education Fund
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions - Pensions
- Schedule of Changes in Net OPEB Liability - MMEHT Plan
- Schedule of Changes in Net OPEB Liability and Related Ratios - MMEHT Plan
- Schedule of Changes in Net OPEB Liability - MEABT Plan
- Schedule of Changes in Net OPEB Liability and Related Ratios - MEABT Plan
- Schedule of Proportionate Share of the Net OPEB Liability - SET Plan
- Schedule of Contributions - OPEB - Health Plans
- Schedule of Contributions - OPEB - SET Plan
- Notes to Required Supplementary Information

SCHEDULE 1

TOWN OF LISBON, MAINE

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Resources (Inflows):				
Property taxes	$ 14,783,669	$ 14,783,669	$ 14,791,444	$ 7,775
Excise taxes	1,607,000	1,607,000	1,934,165	327,165
Intergovernmental	3,508,017	3,514,504	3,626,693	112,189
Charges for services	843,476	843,476	847,363	3,887
Licenses and permits	77,250	77,250	135,143	57,893
Interest income	100,000	100,000	388,447	288,447
Interest/costs on liens	76,000	76,000	72,920	(3,080)
Other income	84,655	84,655	89,625	4,970
Amounts Available for Appropriation	21,080,067	21,086,554	21,885,800	799,246
Charges to Appropriations (Outflows):				
General government	2,657,011	2,627,011	2,654,023	(27,012)
Public safety	4,381,574	4,306,574	4,170,183	136,391
Public works	4,054,971	4,054,971	3,755,014	299,957
Public services	1,476,440	1,476,440	1,474,713	1,727
General assistance	45,524	52,011	52,011	-
County tax	920,550	920,550	944,694	(24,144)
Overlay/abatements	211,179	211,179	72,032	139,147
Debt service	738,126	738,126	758,884	(20,758)
Total Charges to Appropriations	14,485,375	14,386,862	13,881,554	505,308
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,594,692	6,699,692	8,004,246	1,304,554
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(7,959,169)	(8,064,169)	(8,103,578)	(39,409)
TOTAL OTHER FINANCING SOURCES (USES)	(7,959,169)	(8,064,169)	(8,103,578)	(39,409)
NET CHANGE IN FUND BALANCES	$ (1,364,477)	$ (1,364,477)	(99,332)	$ 1,265,145
FUND BALANCES - JULY 1, AS RESTATED			5,379,023	
FUND BALANCES - JUNE 30			$ 5,279,691	

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

SCHEDULE 1A

TOWN OF LISBON, MAINE

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
BUDGET AND ACTUAL - EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 2,385,947	$ 2,385,947	$ 2,385,947	$ -
Resources (Inflows):				
Intergovernmental revenues:				
State subsidy	11,605,054	11,605,054	11,633,149	28,095
Mainecare	289,940	289,940	339,950	50,010
Tuition	250,000	250,000	118,607	(131,393)
Interest income	6,000	6,000	102,377	96,377
Miscellaneous	5,000	5,000	21,477	16,477
Transfers from other funds	7,707,325	7,707,325	7,724,743	17,418
Amounts Available for Appropriation	22,249,266	22,249,266	22,326,250	76,984
Charges to Appropriations (Outflows):				
Regular instruction	8,228,790	8,228,790	8,042,446	186,344
Special education	3,164,952	3,164,952	3,337,015	(172,063)
Other instruction	418,902	418,902	410,809	8,093
Student and staff support	1,774,454	1,774,454	1,735,744	38,710
System administration	657,989	657,989	657,228	761
School administration	1,136,851	1,136,851	1,134,363	2,488
Transportation and buses	1,060,325	1,060,325	1,147,705	(87,380)
Facilities maintenance	1,993,283	2,224,283	2,151,130	73,153
Debt service	1,168,120	1,168,120	1,157,319	10,801
Transfers to other funds	259,653	28,653	28,653	-
Total Charges to Appropriations	19,863,319	19,863,319	19,802,412	60,907
Budgetary Fund Balance, June 30	$ 2,385,947	$ 2,385,947	$ 2,523,838	$ 137,891

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

TOWN OF LISBON, MAINE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
PLD Plan - Town:										
Proportion of the net pension liability/(asset)	0.60%	0.57%	0.56%	0.57%	0.58%	0.57%	0.58%	0.59%	0.58%	0.59%
Proportionate share of the net pension liability/(asset)	$ 1,917,529	$ 1,518,101	$ (179,597)	$ 2,250,091	$ 1,781,086	$ 1,569,463	$ 2,362,730	$ 3,141,913	$ 1,280,674	$ 910,967
Covered payroll	$ 5,270,210	$ 4,273,390	$ 3,984,650	$ 3,445,979	$ 3,524,580	$ 3,274,658	$ 3,149,472	$ 3,034,713	$ 3,043,854	$ 2,228,868
Proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	36.38%	35.52%	-4.51%	65.30%	50.53%	47.93%	75.02%	103.53%	42.07%	40.87%
Plan fiduciary net position as a percentage of the total pension liability/(asset)	92.34%	93.26%	100.86%	88.35%	90.62%	91.14%	86.43%	86.40%	81.61%	88.30%
SET Plan:										
Town's proportion of the net pension liability/(asset)	0.03%	0.03%	0.02%	0.03%	0.03%	0.04%	0.03%	0.04%	0.03%	0.03%
Town's proportionate share of the net pension liability/(asset)	$ 463,547	$ 427,417	$ 182,098	$ 451,644	$ 438,590	$ 492,601	$ 474,747	$ 694,298	$ 392,331	$ 348,406
State's proportionate share of the net pension liability/(asset) associated with the Town	8,669,203	8,686,714	5,116,472	9,502,010	8,444,731	8,077,013	8,636,256	9,967,895	7,870,813	6,252,863
Total	$ 9,132,750	$ 9,114,131	$ 5,298,570	$ 9,953,654	$ 8,883,321	$ 8,569,614	$ 9,111,003	$ 10,662,193	$ 8,263,144	$ 6,601,269
Town's covered payroll	$ 8,950,762	$ 9,146,740	$ 8,207,959	$ 7,910,775	$ 7,739,002	$ 6,965,737	$ 7,470,720	$ 7,150,470	$ 7,348,015	$ 7,222,074
Town's proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	5.08%	4.69%	3.44%	4.54%	4.94%	7.07%	6.35%	9.71%	5.34%	4.82%
Plan fiduciary net position as a percentage of the total pension liability/(asset)	86.03%	85.79%	90.90%	81.03%	84.52%	85.17%	80.78%	80.80%	81.20%	83.91%
PLD Plan - Lisbon Water Department:										
Proportion of the net pension liability/(asset)	0.05%	0.06%	0.05%	0.05%	0.06%	0.06%	0.06%	0.05%	0.04%	0.04%
Proportionate share of the net pension liability/(asset)	$ 170,017	$ 163,840	$ (15,089)	$ 194,294	$ 174,497	$ 156,459	$ 245,859	$ 254,114	$ 139,892	$ 56,539
Covered payroll	$ 485,230	$ 411,298	$ 292,529	$ 317,722	$ 349,216	$ 330,587	$ 321,435	$ 255,428	$ 229,787	$ 195,950
Proportionate share of the net pension liability/(asset) as a percentage of its covered payroll	35.04%	39.83%	-5.16%	61.15%	49.97%	47.33%	76.49%	99.49%	60.88%	28.85%
Plan fiduciary net position as a percentage of the total pension liability/(asset)	92.34%	93.26%	100.86%	88.35%	90.62%	91.14%	86.43%	86.40%	81.61%	88.30%

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

TOWN OF LISBON, MAINE

SCHEDULE OF CONTRIBUTIONS - PENSIONS
LAST 10 FISCAL YEARS

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
PLD Plan - Town:										
Contractually required contribution	$ 676,511	$ 553,372	$ 450,396	$ 404,442	$ 348,842	$ 346,012	$ 317,949	$ 296,008	$ 270,090	$ 231,256
Contributions in relation to the contractually required contribution	(676,511)	(553,372)	(450,396)	(404,442)	(348,842)	(346,012)	(317,949)	(296,008)	(270,090)	(231,256)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 6,834,242	$ 5,270,210	$ 4,273,390	$ 3,984,650	$ 3,445,979	$ 3,524,580	$ 3,274,658	$ 3,149,472	$ 3,034,713	$ 3,043,854
Contributions as a percentage of covered payroll	9.90%	10.50%	10.54%	10.15%	10.12%	9.82%	9.71%	9.40%	8.90%	7.60%
SET Plan:										
Contractually required contribution	$ 480,845	$ 411,382	$ 397,571	$ 395,781	$ 381,275	$ 350,949	$ 309,709	$ 287,895	$ 285,213	$ 240,350
Contributions in relation to the contractually required contribution	(480,845)	(411,382)	(397,571)	(395,781)	(381,275)	(350,949)	(309,709)	(287,895)	(285,213)	(240,350)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Town's covered payroll	$ 9,388,756	$ 8,950,762	$ 9,146,740	$ 8,207,959	$ 7,910,775	$ 7,739,002	$ 6,965,737	$ 7,470,720	$ 7,150,470	$ 7,348,015
Contributions as a percentage of covered payroll	5.12%	4.60%	4.35%	4.82%	4.82%	4.53%	4.45%	3.85%	3.99%	3.27%
PLD Plan - Lisbon Water Department:										
Contractually required contribution	$ 48,008	$ 45,531	$ 38,819	$ 34,222	$ 32,274	$ 33,830	$ 31,087	$ 26,541	$ 20,128	$ 14,941
Contributions in relation to the contractually required contribution	(48,008)	(45,531)	(38,819)	(34,222)	(32,274)	(33,830)	(31,087)	(26,541)	(20,128)	(14,941)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 470,669	$ 476,167	$ 379,685	$ 340,458	$ 324,600	$ 345,083	$ 325,535	$ 287,632	$ 240,468	$ 207,051
Contributions as a percentage of covered payroll	10.20%	9.56%	10.22%	10.05%	9.94%	9.80%	9.55%	9.23%	8.37%	7.22%

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

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY - MMEHT PLAN - TOWN
FOR THE YEAR ENDED JUNE 30, 2024

	Increase (Decrease)		
	Net OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at 1/1/23 (Reporting December 31, 2023)	$ 296,421	$ -	$ 296,421
Changes for the year:			
Service cost	26,226	-	26,226
Interest	11,954	-	11,954
Changes of benefits	-	-	-
Differences between expected and actual experience	(47,412)	-	(47,412)
Changes of assumptions	94,166	-	94,166
Contributions - employer	-	2,642	(2,642)
Contributions - member	-	-	-
Net investment income	-	-	-
Benefit payments	(2,642)	(2,642)	-
Administrative expense	-	-	-
Net changes	82,292	-	82,292
Balances at 1/1/24 (Reporting December 31, 2024)	$ 378,713	$ -	$ 378,713

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY - MMEHT PLAN
LISBON WATER DEPARTMENT
FOR THE YEAR ENDED DECEMBER 31, 2023

	Increase (Decrease)		
	Net OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at 1/1/22 (Reporting December 31, 2022)	$ 23,746	$ -	$ 23,746
Changes for the year:			
Service cost	5,937	-	5,937
Interest	1,304	-	1,304
Changes of benefits	-	-	-
Differences between expected and actual experience	-	-	-
Changes of assumptions	(7,523)	-	(7,523)
Contributions - employer	-	181	181
Contributions - member	-	-	-
Net investment income	-	-	-
Benefit payments	(181)	(181)	(362)
Administrative expense	-	-	-
Net changes	(463)	-	(463)
Balances at 1/1/23 (Reporting December 31, 2023)	$ 23,283	$ -	$ 23,283

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

SCHEDULE 5

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS - HEALTH PLAN - TOWN
LAST 10 FISCAL YEARS*

	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability							
Service cost (BOY)	$ 26,226	$ 30,884	$ 34,866	$ 30,417	$ 17,800	$ 19,925	$ 15,207
Interest (includes interest on service cost)	11,954	6,782	8,324	8,975	19,457	17,209	16,053
Changes of benefit terms	-	-	-	-	(5,617)	-	-
Differences between expected and actual experience	(47,412)	-	(90,357)	-	(255,941)	-	5,890
Changes of assumptions	94,166	(39,131)	(11,015)	22,738	73,149	(45,595)	47,874
Benefit payments, including refunds of member contributions	(2,642)	(943)	(1,510)	(1,452)	(15,400)	(14,808)	(13,554)
Net change in total OPEB liability	$ 82,292	$ (2,408)	$ (59,692)	$ 60,678	$ (166,552)	$ (23,269)	$ 71,470
Total OPEB liability - beginning	$ 296,421	$ 298,829	$ 358,521	$ 297,843	$ 464,395	$ 487,664	$ 416,194
Total OPEB liability - ending	$ 378,713	$ 296,421	$ 298,829	$ 358,521	$ 297,843	$ 464,395	$ 487,664
Plan fiduciary net position							
Contributions - employer	2,642	943	1,510	1,452	15,400	14,808	13,554
Contributions - member	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(2,642)	(943)	(1,510)	(1,452)	(15,400)	(14,808)	(13,554)
Administrative expense	-	-	-	-	-	-	-
Net change in fiduciary net position	-	-	-	-	-	-	-
Plan fiduciary net position - beginning	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Plan fiduciary net position - ending	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Net OPEB liability - ending	$ 378,713	$ 296,421	$ 298,829	$ 358,521	$ 297,843	$ 464,395	$ 487,664
Plan fiduciary net position as a percentage of the total OPEB liability	-	-	-	-	-	-	-
	$ 3,092,466	$ 2,448,332	$ 2,448,332	$ 2,459,479	$2,459,479	$ 2,358,508	$ 2,358,508
Net OPEB liability as a percentage of covered payroll	12.2%	12.1%	12.2%	14.6%	12.1%	19.7%	20.7%

* The amounts presented for each fiscal year are for those years for which information is available.

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS - HEALTH PLAN - LISBON WATER DEPARTMENT LAST 10 FISCAL YEARS*

	2023	2022	2021	2020	2019	2018
Total OPEB liability						
Service cost (BOY)	5,937	7,165	4,336	2,047	1,996	1,523
Interest (includes interest on service cost)	1,304	1,711	1,279	2,237	1,724	1,608
Changes of benefit terms	-	-	-	(646)	-	-
Differences between expected and actual experience	-	(18,568)	-	(29,430)	-	590
Changes of assumptions	(7,523)	(2,264)	3,241	8,411	(4,567)	4,796
Benefit payments, including refunds of member contributions	(181)	(310)	(207)	(1,771)	(1,483)	(1,358)
Net change in total OPEB liability	$ (463)	$ (12,266)	$ 8,649	$ (19,152)	$ (2,330)	$ 7,159
Total OPEB liability - beginning	$ 23,746	$ 36,012	$ 27,363	$ 46,515	$ 48,845	$ 41,686
Total OPEB liability - ending	$ 23,283	$ 23,746	$ 36,012	$ 27,363	$ 46,515	$ 48,845
Plan fiduciary net position						
Contributions - employer	181	310	207	1,771	1,483	1,358
Contributions - member	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(181)	(310)	(207)	(1,771)	(1,483)	(1,358)
Administrative expense	-	-	-	-	-	-
Net change in fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position - beginning	$ -	$ -	$ -	$ -	$ -	$ -
Plan fiduciary net position - ending	$ -	$ -	$ -	$ -	$ -	$ -
Net OPEB liability - ending	$ 23,283	$ 23,746	$ 36,012	$ 27,363	$ 46,515	$ 48,845
Plan fiduciary net position as a percentage of the total OPEB liability	-	-	-	-	-	-
Covered payroll	$ 470,669	$ 503,130	$ 350,597	$ 282,813	$ 236,231	$ 236,231
Net OPEB liability as a percentage of covered payroll	4.9%	4.7%	10.3%	9.7%	19.7%	20.7%

* The amounts presented for each fiscal year are for those years for which information is available.

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

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY - MEABT PLAN
FOR THE YEAR ENDED JUNE 30, 2024

	Increase (Decrease)		
	Net OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances at 6/30/22 (Reporting June 30, 2023)	$ 3,863,798	$ -	$ 3,863,798
Changes for the year:			
Service cost	45,076	-	45,076
Interest	135,090	-	135,090
Changes of benefits	-	-	-
Differences between expected and actual experience	-	-	-
Changes of assumptions	(49,904)	-	(49,904)
Contributions - employer	-	187,159	(187,159)
Contributions - member	-	-	-
Net investment income	-	-	-
Benefit payments	(187,159)	(187,159)	-
Administrative expense	-	-	-
Net changes	(56,897)	-	(56,897)
Balances at 6/30/23 (Reporting June 30, 2024)	$ 3,806,901	$ -	$ 3,806,901

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

TOWN OF LISBON, MAINE

SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS - MEABT PLAN
LAST 10 FISCAL YEARS*

	2024	2023	2022	2021	2020	2019
Total OPEB liability						
Service cost (BOY)	$ 45,076	$ 53,460	$ 60,295	$ 37,385	$ 31,955	$ 33,826
Interest (includes interest on service cost)	135,090	74,871	75,632	128,846	133,669	126,761
Changes of benefit terms	-	-	-	(277,873)	-	-
Differences between expected and actual experience	-	277,966	-	(600,958)	-	-
Changes of assumptions	(49,904)	102,962	23,646	550,029	178,121	(140,250)
Benefit payments, including refunds of member contributions	(187,159)	(115,893)	(101,621)	(136,606)	(107,203)	(103,498)
Net change in total OPEB liability	$ (56,897)	$ 393,366	$ 57,952	$ (299,177)	$ 236,542	$ (83,161)
Total OPEB liability - beginning	$ 3,863,798	$ 3,470,432	$ 3,412,480	$ 3,711,657	$ 3,475,115	$ 3,558,276
Total OPEB liability - ending	$ 3,806,901	$ 3,863,798	$ 3,470,432	$ 3,412,480	$ 3,711,657	$ 3,475,115
Plan fiduciary net position						
Contributions - employer	187,159	115,893	101,621	136,606	107,203	103,498
Contributions - member	-	-	-	-	-	(103,498)
Net investment income	-	-	-	-	-	-
Benefit payments, including refunds of member contributions	(187,159)	(115,893)	(101,621)	(136,606)	(107,203)	-
Administrative expense	-	-	-	-	-	-
Net change in fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position - beginning	$ -	$ -	$ -	$ -	$ -	$ -
Plan fiduciary net position - ending	$ -	$ -	$ -	$ -	$ -	$ -
Net OPEB liability - ending	$ 3,806,901	$ 3,863,798	$ 3,470,432	$ 3,412,480	$ 3,711,657	$ 3,475,115
Plan fiduciary net position as a percentage of the total OPEB liability	-	-	-	-	-	-
Covered payroll	$ 7,200,198	$ 7,024,583	$ 7,540,775	$ 7,356,853	$ 8,302,352	$ 8,080,148
Net OPEB liability as a percentage of covered payroll	52.9%	55.0%	46.0%	46.4%	44.7%	43.0%

* The amounts presented for each fiscal year are for those years for which information is available.

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

TOWN OF LISBON, MAINE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY - SET PLAN
LAST 10 FISCAL YEARS*

	2024	2023	2022	2021	2020	2019	2018	2017
SET Life Insurance:								
Proportion of the net OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's proportionate share of the net OPEB liability	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
State's proportionate share of the net OPEB liability associated with the School	187,720	218,860	110,313	235,203	240,535	248,511	237,224	-
Total	$ 187,720	$ 218,860	$ 110,313	$ 235,203	$ 240,535	$ 248,511	$ 237,224	$ -
Covered payroll	$ 8,950,762	$ 9,146,740	$ 8,207,959	$ 7,910,775	$ 7,739,002	$ 6,965,737	$ 7,470,720	$ 7,150,470
Proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	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	56.97%	52.39%	62.90%	55.40%	49.51%	49.22%	48.04%	47.29%

* The amounts presented for each fiscal year were determined as of June 30 and are for those years for which information is available.

TOWN OF LISBON, MAINE

SCHEDULE OF CONTRIBUTIONS - OPEB - HEALTH PLANS
LAST 10 FISCAL YEARS*

MMEHT - TOWN:	2024	2023	2022	2021	2020	2019
Employer contributions	$ (2,642)	$ (943)	$ (1,510)	$ (1,452)	$ 15,400	$ 14,808
Benefit payments	2,642	943	1,510	1,452	(15,400)	(14,808)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 3,092,466	$ 2,448,332	$ 2,448,332	$ 2,459,479	$ 2,459,479	$ 2,358,508
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

MEABT SCHOOL DEPARTMENT:	2024	2023	2022	2021	2020	2019
Employer contributions	$ 187,159	$ 115,893	$ 101,621	$ 136,606	$ 107,203	$ 103,498
Benefit payments	(187,159)	(115,893)	(101,621)	(136,606)	(107,203)	(103,498)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 7,200,198	$ 7,024,583	$ 7,540,775	$ 7,356,853	$ 8,302,352	$ 8,080,148
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

MMEHT LISBON WATER DEPARTMENT:	2023	2022	2021	2020	2019	2018
Employer contributions	$ 181	$ 310	$ 207	$ 1,771	$ 1,483	$ 1,358
Benefit payments	(181)	(310)	(207)	(1,771)	(1,483)	(1,358)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 470,669	$ 503,130	$ 350,597	$ 282,813	$ 236,231	$ 236,231
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

* The amounts presented for each fiscal year are for those years for which information is available.

TOWN OF LISBON, MAINE

SCHEDULE OF CONTRIBUTIONS - OPEB - SET PLAN
LAST 10 FISCAL YEARS*

	2024	2023	2022	2021	2020	2019	2018	2017
SET Life Insurance:								
Contractually required contribution	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 9,388,756	$ 8,950,762	$ 9,146,740	$ 8,207,959	$ 7,910,775	$ 7,739,002	$ 6,965,737	$ 7,470,720
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

* The amounts presented for each fiscal year are for those years for which information is available.

Changes of Assumptions

MEPERS PLD Plan:

There were no changes of assumptions.

MEPERS SET Plan:

There was a change to the annual salary increases, including inflation, to state employees, 3.26% - 9.43% per year from state employees, 2.75% - 11.48%.

MMEHT OPEB Plan (Town):

There was a change in the discount rate from 3.72% to 3.26% per GASB 75 discount rate selection. Trends have been updated since the last valuation.

MMEHT OPEB Plan (Water Department):

There was a change in the discount rate from 2.06% to 3.72% per GASB 75 discount rate selection. Ultimate medical trends were aligned to the higher inflation environment for the roll forward as of this measurement date.

MEABT OPEB Plan:

There was a change in the discount rate from 3.54% to 3.65% per GASB 75 discount rate selection.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues
- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Permanent Funds
- Combining Schedule of Revenues, Expenditures and Changes in Net Position - Fiduciary Funds - Private-Purpose Trusts

SCHEDULE A

TOWN OF LISBON, MAINE

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
BUDGET AND ACTUAL - GENERAL FUND REVENUES
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual Amounts	Variance Positive (Negative)
REVENUES:					
Taxes:					
Property taxes	$ 14,783,669	$ -	$ 14,783,669	$ 14,773,214	$ (10,455)
In lieu of property taxes	-	-	-	18,230	18,230
Excise taxes	1,607,000	-	1,607,000	1,934,165	327,165
Registration fees	40,000	-	40,000	44,697	4,697
Interest and costs on taxes	36,000	-	36,000	28,223	(7,777)
	16,466,669	-	16,466,669	16,798,529	331,860
Licenses and permits:					
Business permits and fees	18,500	-	18,500	45,569	27,069
All other construction fees	46,500	-	46,500	75,799	29,299
Town clerk	12,250	-	12,250	13,775	1,525
	77,250	-	77,250	135,143	57,893
Intergovernmental:					
State revenue sharing	2,220,323	-	2,220,323	2,302,223	81,900
General assistance	28,350	6,487	34,837	41,091	6,254
Tree growth reimbursement	16,000	-	16,000	15,039	(961)
BETE reimbursement	250,602	-	250,602	250,734	132
Homestead reimbursement	860,015	-	860,015	860,015	-
Miscellaneous state aid	31,727	-	31,727	27,757	(3,970)
Urban rural incentive program	101,000	-	101,000	116,588	15,588
Veteran reimbursement	-	-	-	13,246	13,246
	3,508,017	6,487	3,514,504	3,626,693	112,189
Charges for services:					
Public works	257,000	-	257,000	254,775	(2,225)
Public safety	235,476	-	235,476	139,319	(96,157)
Culture and recreation	351,000	-	351,000	453,269	102,269
	843,476	-	843,476	847,363	3,887
Interest income	100,000	-	100,000	388,447	288,447
Other revenues:					
Reimbursements	68,065	-	68,065	40,990	(27,075)
Other revenues	16,590	-	16,590	48,635	32,045
	84,655	-	84,655	89,625	4,970
Total revenues	$ 21,080,067	$ 6,487	$ 21,086,554	$ 21,885,800	$ 799,246

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

SCHEDULE B

TOWN OF LISBON, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Original Budget	Budget Adjustments	Final Budget	Actual Amounts	Variance Positive (Negative)
General government:					
Elected officials	$ 31,553	$ -	$ 31,553	$ 21,669	$ 9,884
Town manager	482,362	-	482,362	468,422	13,940
Insurance	123,516	-	123,516	116,541	6,975
Legal	70,000	-	70,000	58,036	11,964
Finance	268,610	-	268,610	300,124	(31,514)
Tax collector	301,739	-	301,739	300,145	1,594
Code enforcement	150,857	-	150,857	129,341	21,516
Town clerk	201,075	-	201,075	192,243	8,832
Assessing	135,067	(30,000)	105,067	134,969	(29,902)
Town buildings	346,592	-	346,592	333,482	13,110
Technology	373,826	-	373,826	399,218	(25,392)
Planning Board	32,527	-	32,527	52,940	(20,413)
Board of Appeals	1,342	-	1,342	5,750	(4,408)
Economic development	137,945	-	137,945	141,143	(3,198)
	2,657,011	(30,000)	2,627,011	2,654,023	(27,012)
Public safety:					
Police	2,518,583	-	2,518,583	2,426,073	92,510
Animal control officer	122,043	-	122,043	117,591	4,452
Fire	1,008,542	(75,000)	933,542	908,798	24,744
Emergency	342,630	-	342,630	338,357	4,273
Health officer	7,203	-	7,203	2,250	4,953
Communication	382,573	-	382,573	377,114	5,459
	4,381,574	(75,000)	4,306,574	4,170,183	136,391
Public works:					
Public works	2,219,252	-	2,219,252	2,045,756	173,496
Snow removal	499,039	-	499,039	381,689	117,350
Hydrant rental	549,500	-	549,500	570,997	(21,497)
Street and traffic lights	78,000	-	78,000	73,123	4,877
Solid waste	691,673	-	691,673	672,330	19,343
Equipment	17,507	-	17,507	11,119	6,388
	4,054,971	-	4,054,971	3,755,014	299,957

TOWN OF LISBON, MAINE

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Final Budget	Budget Adjustments	Final Budget	Actual Amounts	Variance Positive (Negative)
Public services:					
Lisbon Falls Library	454,168	-	454,168	443,448	10,720
Miscellaneous public services	65,179	-	65,179	53,899	11,280
Recreation department	957,093	-	957,093	977,366	(20,273)
	1,476,440	-	1,476,440	1,474,713	1,727
General assistance	45,524	6,487	52,011	52,011	-
County tax and PSAP fees	920,550	-	920,550	944,694	(24,144)
Unclassified:					
Overlay/tax abatements	211,179	-	211,179	72,032	139,147
	211,179	-	211,179	72,032	139,147
Debt service - Town	738,126	-	738,126	758,884	(20,758)
Transfers to other funds:					
Education	7,707,325	-	7,707,325	7,724,743	(17,418)
Special revenue funds	251,844	75,000	326,844	348,835	(21,991)
Capital projects funds	-	30,000	30,000	30,000	-
	7,959,169	105,000	8,064,169	8,103,578	(39,409)
Total Departmental Operations	$ 22,444,544	$ 6,487	$ 22,451,031	$ 21,985,132	$ 465,899

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

SCHEDULE C

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	$ 346,845	$ -	$ 9,330	$ 356,175
Investments	-	-	21,809	21,809
Accounts receivable, net of allowance	36,575	-	-	36,575
Due from other governments	265,740	-	-	265,740
Inventory	21,029	-	-	21,029
Due from other funds	2,665,462	285,085	461	2,951,008
TOTAL ASSETS	$ 3,335,651	$ 285,085	$ 31,600	$ 3,652,336
LIABILITIES				
Due to other funds	$ 751,561	$ 201,875	$ -	$ 953,436
TOTAL LIABILITIES	751,561	201,875	-	953,436
DEFERRED INFLOWS OF RESOURCES				
Deferred revenue	112,356	-	-	112,356
TOTAL DEFERRED INFLOWS OF RESOURCES	112,356	-	-	112,356
FUND BALANCES (DEFICITS)				
Nonspendable	21,029	-	1,118	22,147
Restricted	1,641,048	-	30,482	1,671,530
Committed	960,745	285,085	-	1,245,830
Assigned	357,711	-	-	357,711
Unassigned	(508,799)	(201,875)	-	(710,674)
TOTAL FUND BALANCES (DEFICITS)	2,471,734	83,210	31,600	2,586,544
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 3,335,651	$ 285,085	$ 31,600	$ 3,652,336

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

SCHEDULE D

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Special Revenue Funds	Capital Projects Funds	Permanent Funds	Total Nonmajor Governmental Funds
REVENUES				
Intergovernmental	$ 3,281,704	$ 4,029	$ -	$ 3,285,733
Charges for services	22,140	-	-	22,140
Investment income	1,665	-	1,869	3,534
Other income	296,928	8,589	-	305,517
TOTAL REVENUES	3,602,437	12,618	1,869	3,616,924
EXPENDITURES				
General government	307,425	-	-	307,425
Public services and payments	105,926	-	-	105,926
Education	1,669,378	-	-	1,669,378
Food service	1,151,158	-	-	1,151,158
Capital outlay	434,604	107,642	-	542,246
Other	-	-	5	5
TOTAL EXPENDITURES	3,668,491	107,642	5	3,776,138
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(66,054)	(95,024)	1,864	(159,214)
OTHER FINANCING SOURCES (USES)				
Transfers in	377,488	30,000	-	407,488
Transfers (out)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	377,488	30,000	-	407,488
NET CHANGE IN FUND BALANCES (DEFICITS)	311,434	(65,024)	1,864	248,274
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	2,894,100	148,234	29,736	3,072,070
FUND BALANCE CORRECTION	(733,800)	-	-	(733,800)
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	2,160,300	148,234	29,736	2,338,270
FUND BALANCES (DEFICITS) - JUNE 30	$ 2,471,734	$ 83,210	$ 31,600	$ 2,586,544

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

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

SCHEDULE E

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Recreation Land Use	DARE Program	Moxie Donations	Rec Summer Camp Scholarship	Contracted Professional Services	Waste Diversion Grant	Sale of Surplus Prop	2023 Full Plate	School Nutrition Program	School Federal and Other Programs
ASSETS										
Cash and cash equivalents	$ 7,942	$ 17,645	$ 124,395	$ -	$ -	$ -	$ -	$ -	$ -	$ 196,863
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	265,740
Inventory	-	-	-	-	-	-	-	-	21,029	-
Due from other funds	-	4,891	-	2,282	36,363	-	139,728	-	360,990	-
TOTAL ASSETS	$ 7,942	$ 22,536	$ 124,395	$ 2,282	$ 36,363	$ -	$ 139,728	$ -	$ 382,019	$ 462,603
LIABILITIES										
Due to other funds	$ 3,529	$ -	$ 101,355	$ -	$ -	$ 911	$ -	$ 10,196	$ -	$ 369,653
TOTAL LIABILITIES	3,529	-	101,355	-	-	911	-	10,196	-	369,653
DEFERRED INFLOWS OF RESOURCES										
Deferred revenue	-	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)										
Nonspendable	-	-	-	-	-	-	-	-	21,029	-
Restricted	-	22,536	23,040	2,282	36,363	-	139,728	-	-	164,437
Committed	4,413	-	-	-	-	-	-	-	360,990	-
Assigned	-	-	-	-	-	-	-	-	-	196,863
Unassigned	-	-	-	-	-	(911)	-	(10,196)	-	(268,350)
TOTAL FUND BALANCES (DEFICITS)	4,413	22,536	23,040	2,282	36,363	(911)	139,728	(10,196)	382,019	92,950
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 7,942	$ 22,536	$ 124,395	$ 2,282	$ 36,363	$ -	$ 139,728	$ -	$ 382,019	$ 462,603

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	LL Summer Read	LL Patrick Memorial	LL Barron Memorial	LL Library Adult Program	LL Erna Smith Memorial	LL Huston Memorial	LL Spear Memorial	LL Alison Ross Memorial	PD 2017 HSG
ASSETS									
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Due from other funds	2,538	530	205	2,718	910	526	-	8,641	-
TOTAL ASSETS	$ 2,538	$ 530	$ 205	$ 2,718	$ 910	$ 526	$ -	$ 8,641	$ -
LIABILITIES									
Due to other funds	$ -	$ -	$ -	$ -	$ -	$ -	$ 65	$ -	$ 350
TOTAL LIABILITIES	-	-	-	-	-	-	65	-	350
DEFERRED INFLOWS OF RESOURCES									
Deferred revenue	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	2,538	530	205	2,718	910	526	-	8,641	-
Unassigned	-	-	-	-	-	-	(65)	-	(350)
TOTAL FUND BALANCES (DEFICITS)	2,538	530	205	2,718	910	526	(65)	8,641	(350)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 2,538	$ 530	$ 205	$ 2,718	$ 910	$ 526	$ -	$ 8,641	$ -

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Police State Forfeiture	Police Federal Asset Forfeiture	PW Dually Truck	JR Firefighter Reserve	Cemetery Donation	Library ARPA	Playground Donations	Giving Tree	Claire Paquette Memorial	Heating Assistance
ASSETS										
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Due from other funds	1,601	-	-	1,883	384	14	1,876	3,634	706	-
TOTAL ASSETS	$ 1,601	$ -	$ -	$ 1,883	$ 384	$ 14	$ 1,876	$ 3,634	$ 706	$ -
LIABILITIES										
Due to other funds	$ -	$ 3,787	$ 48,265	$ -	$ -	$ -	$ -	$ -	$ -	$ -
TOTAL LIABILITIES	-	3,787	48,265	-	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES										
Deferred revenue	-	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	1,601	-	-	-	384	14	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	1,883	-	-	1,876	3,634	706	-
Unassigned	-	(3,787)	(48,265)	-	-	-	-	-	-	-
TOTAL FUND BALANCES (DEFICITS)	1,601	(3,787)	(48,265)	1,883	384	14	1,876	3,634	706	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 1,601	$ -	$ -	$ 1,883	$ 384	$ 14	$ 1,876	$ 3,634	$ 706	$ -

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Thanksgiving Basket	Assessing	Route 196/ Davis	DOT Match	Generator Pad Reserve	Town Buildings	PW Skid Steer	Hatch Road Escrow	Health Insurance Reserve
ASSETS									
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Due from other funds	5,905	9,404	2,611	106,767	-	-	431	12,810	69,800
TOTAL ASSETS	$ 5,905	$ 9,404	$ 2,611	$ 106,767	$ -	$ -	$ 431	$ 12,810	$ 69,800
LIABILITIES									
Due to other funds	$ -	$ -	$ -	$ -	$ 63,469	$ 48,609	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	63,469	48,609	-	-	-
DEFERRED INFLOWS OF RESOURCES									
Deferred revenue	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	106,767	-	-	-	-	-
Committed	-	-	2,611	-	-	-	431	12,810	69,800
Assigned	5,905	9,404	-	-	-	-	-	-	-
Unassigned	-	-	-	-	(63,469)	(48,609)	-	-	-
TOTAL FUND BALANCES (DEFICITS)	5,905	9,404	2,611	106,767	(63,469)	(48,609)	431	12,810	69,800
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 5,905	$ 9,404	$ 2,611	$ 106,767	$ -	$ -	$ 431	$ 12,810	$ 69,800

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Fire Truck Replacement	FD Equip Reserve	Technology MUNIS	Elected Officials	HRA Reserve	HSG PD Grant	Dingley TIF	Kelly Park TIF	Downtown TIF
ASSETS									
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Due from other funds	351,401	101,596	28,189	79	9,819	-	620,136	187,904	270,437
TOTAL ASSETS	$ 351,401	$ 101,596	$ 28,189	$ 79	$ 9,819	$ -	$ 620,136	$ 187,904	$ 270,437
LIABILITIES									
Due to other funds	$ -	$ -	$ -	$ -	$ -	$ 10,289	$ -	$ -	$ -
TOTAL LIABILITIES	-	-	-	-	-	10,289	-	-	-
DEFERRED INFLOWS OF RESOURCES									
Deferred revenue	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	620,136	187,904	270,437
Committed	351,401	101,596	28,189	-	-	-	-	-	-
Assigned	-	-	-	79	9,819	-	-	-	-
Unassigned	-	-	-	-	-	(10,289)	-	-	-
TOTAL FUND BALANCES (DEFICITS)	351,401	101,596	28,189	79	9,819	(10,289)	620,136	187,904	270,437
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 351,401	$ 101,596	$ 28,189	$ 79	$ 9,819	$ -	$ 620,136	$ 187,904	$ 270,437

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Condemned Building	Beaver Park	Wellness Reserve	Animal Control	Accrued Comp Reserve	49 Frost Hill	ARPA	Sabattus Law Grant
ASSETS								
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	36,575	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Due from other funds	-	36,131	-	34,763	7,173	-	112,356	-
TOTAL ASSETS	$ 36,575	$ 36,131	$ -	$ 34,763	$ 7,173	$ -	$ 112,356	$ -
LIABILITIES								
Due to other funds	$ 37,298	$ -	$ 711	$ -	$ -	$ 3,093	$ -	$ 2,760
TOTAL LIABILITIES	37,298	-	711	-	-	3,093	-	2,760
DEFERRED INFLOWS OF RESOURCES								
Deferred revenue	-	-	-	-	-	-	112,356	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	112,356	-
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	36,131	-	34,763	7,173	-	-	-
Unassigned	(723)	-	(711)	-	-	(3,093)	-	(2,760)
TOTAL FUND BALANCES (DEFICITS)	(723)	36,131	(711)	34,763	7,173	(3,093)	-	(2,760)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 36,575	$ 36,131	$ -	$ 34,763	$ 7,173	$ -	$ 112,356	$ -

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	Healthy Androscoggin PD Grant	MDF Entrepreneurship Grant	Brownfields Grant	16 Downtown Grant	18 Downtown Grant	Donations	Park and Rec Vehicle Ins Receipt	BYRNE/ JAG Grant	Lisbon Beautification
ASSETS									
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Due from other funds	33	49,022	-	2,782	5,290	-	14,596	-	5,749
TOTAL ASSETS	$ 33	$ 49,022	$ -	$ 2,782	$ 5,290	$ -	$ 14,596	$ -	$ 5,749
LIABILITIES									
Due to other funds	$ -	$ -	$ 22,010	$ -	$ -	$ 316	$ -	$ 2,166	$ -
TOTAL LIABILITIES	-	-	22,010	-	-	316	-	2,166	-
DEFERRED INFLOWS OF RESOURCES									
Deferred revenue	-	-	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	33	49,022	-	2,782	5,290	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	14,596	-	5,749
Unassigned	-	-	(22,010)	-	-	(316)	-	(2,166)	-
TOTAL FUND BALANCES (DEFICITS)	33	49,022	(22,010)	2,782	5,290	(316)	14,596	(2,166)	5,749
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 33	$ 49,022	$ -	$ 2,782	$ 5,290	$ -	$ 14,596	$ -	$ 5,749

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2024

	DHHS Grant Exp	Façade Grant	Renewable Energy	Maine Community Foundation	Technology Reserve	Local Entertain	MTM Seniors Program	Community Resilience Grant	Town Clerk Book	Totals
ASSETS										
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 346,845
Accounts receivable, net of allowance	-	-	-	-	-	-	-	-	-	36,575
Due from other governments	-	-	-	-	-	-	-	-	-	265,740
Inventory	-	-	-	-	-	-	-	-	-	21,029
Due from other funds	8,292	-	-	-	28,504	2,375	10,687	-	-	2,665,462
TOTAL ASSETS	$ 8,292	$ -	$ -	$ -	$ 28,504	$ 2,375	$ 10,687	$ -	$ -	$ 3,335,651
LIABILITIES										
Due to other funds	$ -	$ 19,999	$ 981	$ 1,137	$ -	$ -	$ -	$ 285	$ 327	$ 751,561
TOTAL LIABILITIES	-	19,999	981	1,137	-	-	-	285	327	751,561
DEFERRED INFLOWS OF RESOURCES										
Deferred revenue	-	-	-	-	-	-	-	-	-	112,356
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-	-	-	112,356
FUND BALANCES (DEFICITS)										
Nonspendable	-	-	-	-	-	-	-	-	-	21,029
Restricted	8,292	-	-	-	-	-	-	-	-	1,641,048
Committed	-	-	-	-	28,504	-	-	-	-	960,745
Assigned	-	-	-	-	-	2,375	10,687	-	-	357,711
Unassigned	-	(19,999)	(981)	(1,137)	-	-	-	(285)	(327)	(508,799)
TOTAL FUND BALANCES (DEFICITS)	8,292	(19,999)	(981)	(1,137)	28,504	2,375	10,687	(285)	(327)	2,471,734
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	$ 8,292	$ -	$ -	$ -	$ 28,504	$ 2,375	$ 10,687	$ -	$ -	$ 3,335,651

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

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Recreation Land Use	DARE Program	Moxie Donations	Rec Summer Camp Scholarship	Contracted Professional Services	Waste Diversion Grant	Sale of Surplus Prop	2023 Full Plate	School Nutrition Program	School Federal and Other Programs
REVENUES										
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,013,442	$ 1,867,327
Charges for services	-	-	-	-	-	-	-	-	-	4,483
Investment income	372	1,293	-	-	-	-	-	-	-	-
Other income	1,550	5,136	46,696	532	-	-	1,455	-	-	190,122
TOTAL REVENUES	1,922	6,429	46,696	532	-	-	1,455	-	1,013,442	2,061,932
EXPENDITURES										
General government	-	-	-	-	12	-	-	-	-	-
Public services and payments	8	9,177	62,997	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	1,669,378
Food service	-	-	-	-	-	-	-	-	1,151,158	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	8	9,177	62,997	-	12	-	-	-	1,151,158	1,669,378
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,914	(2,748)	(16,301)	532	(12)	-	1,455	-	(137,716)	392,554
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	-	-	28,653
Transfers (out)	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-	28,653
NET CHANGE IN FUND BALANCES (DEFICITS)	1,914	(2,748)	(16,301)	532	(12)	-	1,455	-	(137,716)	421,207
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	2,499	25,284	39,341	1,750	36,375	(911)	138,273	(10,196)	519,735	(100,550)
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-	(227,707)
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	2,499	25,284	39,341	1,750	36,375	(911)	138,273	(10,196)	519,735	(328,257)
FUND BALANCES (DEFICITS) - JUNE 30	$ 4,413	$ 22,536	$ 23,040	$ 2,282	$ 36,363	$ (911)	$ 139,728	$ (10,196)	$ 382,019	$ 92,950

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	LL Summer Read	LL Patrick Memorial	LL Barron Memorial	LL Library Adult Program	LL Erna Smith Memorial	LL Huston Memorial	LL Spear Memorial	LL Alison Ross Memorial	PD 2017 HSG
REVENUES									
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Charges for services	-	-	-	28	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-
Other income	1,099	-	-	-	-	-	-	-	410
TOTAL REVENUES	1,099	-	-	28	-	-	-	-	410
EXPENDITURES									
General government	1,372	231	-	705	-	364	-	444	350
Public services and payments	-	-	-	-	290	-	-	-	-
Education	-	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	1,372	231	-	705	290	364	-	444	350
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(273)	(231)	-	(677)	(290)	(364)	-	(444)	60
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	(273)	(231)	-	(677)	(290)	(364)	-	(444)	60
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	2,811	761	205	3,395	1,200	890	(65)	9,085	(410)
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	2,811	761	205	3,395	1,200	890	(65)	9,085	(410)
FUND BALANCES (DEFICITS) - JUNE 30	$ 2,538	$ 530	$ 205	$ 2,718	$ 910	$ 526	$ (65)	$ 8,641	$ (350)

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Police State Forfeiture	Police Federal Asset Forfeiture	PW Dually Truck	JR Firefighter Reserve	Cemetery Donation	Library ARPA	Playground Donations	Giving Tree	Claire Paquette Memorial	Heating Assistance
REVENUES										
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Charges for services	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	60	-	-
TOTAL REVENUES	-	-	-	-	-	-	-	60	-	-
EXPENDITURES										
General government	-	-	-	-	-	-	-	-	-	644
Public services and payments	1,812	-	-	-	-	-	-	2,992	-	-
Education	-	-	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	1,812	-	-	-	-	-	-	2,992	-	644
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,812)	-	-	-	-	-	-	(2,932)	-	(644)
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	(1,812)	-	-	-	-	-	-	(2,932)	-	(644)
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	3,413	(3,787)	(48,265)	1,883	384	14	1,876	6,566	706	644
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	3,413	(3,787)	(48,265)	1,883	384	14	1,876	6,566	706	644
FUND BALANCES (DEFICITS) - JUNE 30	$ 1,601	$ (3,787)	$ (48,265)	$ 1,883	$ 384	$ 14	$ 1,876	$ 3,634	$ 706	$ -

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Thanksgiving Basket	Assessing	Route 196/ Davis	DOT Match	Generator Pad Reserve	Town Buildings	PW Skid Steer	Hatch Road Escrow	Health Insurance Reserve
REVENUES									
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Charges for services	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	-	-	-	-	-	-	-	-	-
EXPENDITURES									
General government	-	-	-	-	-	-	-	-	-
Public services and payments	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-	-	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-	-	-	-
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	5,905	9,404	2,611	106,767	(63,469)	(48,609)	431	12,810	69,800
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	5,905	9,404	2,611	106,767	(63,469)	(48,609)	431	12,810	69,800
FUND BALANCES (DEFICITS) - JUNE 30	$ 5,905	$ 9,404	$ 2,611	$ 106,767	$ (63,469)	$ (48,609)	$ 431	$ 12,810	$ 69,800

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Fire Truck Replacement	FD Equip Reserve	Technology MUNIS	Elected Officials	HRA Reserve	HSG PD Grant	Dingley TIF	Kelly Park TIF	Downtown TIF
REVENUES									
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ 2,389	$ -	$ -	$ -
Charges for services	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	-	-	-	-	-	2,389	-	-	-
EXPENDITURES									
General government	-	-	-	-	-	-	-	129,957	49,046
Public services and payments	-	-	-	-	-	11,212	-	-	-
Education	-	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-	-
Capital outlay	9,542	-	-	-	-	-	-	10,000	-
TOTAL EXPENDITURES	9,542	-	-	-	-	11,212	-	139,957	49,046
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(9,542)	-	-	-	-	(8,823)	-	(139,957)	(49,046)
OTHER FINANCING SOURCES (USES)									
Transfers in	75,000	-	-	-	-	-	-	135,675	138,160
Transfers (out)	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	75,000	-	-	-	-	-	-	135,675	138,160
NET CHANGE IN FUND BALANCES (DEFICITS)	65,458	-	-	-	-	(8,823)	-	(4,282)	89,114
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	285,943	101,596	28,189	79	9,819	(1,466)	620,136	192,186	181,323
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	285,943	101,596	28,189	79	9,819	(1,466)	620,136	192,186	181,323
FUND BALANCES (DEFICITS) - JUNE 30	$ 351,401	$ 101,596	$ 28,189	$ 79	$ 9,819	$ (10,289)	$ 620,136	$ 187,904	$ 270,437

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Condemned Building	Beaver Park	Wellness Reserve	Animal Control	Accrued Comp Reserve	49 Frost Hill	ARPA	Sabattus Law Grant
REVENUES								
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ 393,737	$ -
Charges for services	-	10,631	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-
Other income	36,575	-	1,195	2,081	-	-	-	-
TOTAL REVENUES	36,575	10,631	1,195	2,081	-	-	393,737	-
EXPENDITURES								
General government	35,100	2,361	1,454	250	-	-	-	-
Public services and payments	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	393,737	-
TOTAL EXPENDITURES	35,100	2,361	1,454	250	-	-	393,737	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,475	8,270	(259)	1,831	-	-	-	-
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	1,475	8,270	(259)	1,831	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	(2,198)	27,861	(452)	32,932	7,173	(3,093)	506,093	(2,760)
FUND BALANCE CORRECTION	-	-	-	-	-	-	(506,093)	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	(2,198)	27,861	(452)	32,932	7,173	(3,093)	-	(2,760)
FUND BALANCES (DEFICITS) - JUNE 30	$ (723)	$ 36,131	$ (711)	$ 34,763	$ 7,173	$ (3,093)	$ -	$ (2,760)

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Healthy Androscoggin PD Grant	MDF Entrepreneurship Grant	Brownfields Grant	16 Downtown Grant	18 Downtown Grant	Donations	Park and Rec Vehicle Ins Receipt	BYRNE/ JAG	Lisbon Beautification
REVENUES									
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ 198	$ -	$ 4,408	$ -
Charges for services	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	1	-	-
TOTAL REVENUES	-	-	-	-	-	198	1	4,408	-
EXPENDITURES									
General government	-	-	-	-	-	1,014		-	-
Public services and payments	-	10,639	-	-	-	-	-	6,799	-
Education	-	-	-	-	-	-	-	-	-
Food service	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	10,639	-	-	-	1,014	-	6,799	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(10,639)	-	-	-	(816)	1	(2,391)	-
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	(10,639)	-	-	-	(816)	1	(2,391)	-
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	33	59,661	(22,010)	2,782	5,290	500	14,595	225	5,749
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	33	59,661	(22,010)	2,782	5,290	500	14,595	225	5,749
FUND BALANCES (DEFICITS) - JUNE 30	$ 33	$ 49,022	$ (22,010)	$ 2,782	$ 5,290	$ (316)	$ 14,596	$ (2,166)	$ 5,749

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	DHHS Grant Exp	Façade Grant	Renewable Energy	Maine Community Foundation	Technology Reserve	Local Entertain	MTM Seniors Program	Community Resilience Grant	Town Clerk Book	Totals
REVENUES										
Intergovernmental	$ 203	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,281,704
Charges for services	-	-	-	-	-	-	6,998	-	-	22,140
Investment income	-	-	-	-	-	-	-	-	-	1,665
Other income	-	8,455	-	1,561	-	-	-	-	-	296,928
TOTAL REVENUES	203	8,455	-	1,561	-	-	6,998	-	-	3,602,437
EXPENDITURES										
General government	1,170	28,454	1,426	-	-	-	3,178	49,893	-	307,425
Public services and payments	-	-	-	-	-	-	-	-	-	105,926
Education	-	-	-	-	-	-	-	-	-	1,669,378
Food service	-	-	-	-	-	-	-	-	-	1,151,158
Capital outlay	-	-	-	-	6,318	-	-	-	15,007	434,604
TOTAL EXPENDITURES	1,170	28,454	1,426	-	6,318	-	3,178	49,893	15,007	3,668,491
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(967)	(19,999)	(1,426)	1,561	(6,318)	-	3,820	(49,893)	(15,007)	(66,054)
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	-	-	377,488
Transfers (out)	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-	-	377,488
NET CHANGE IN FUND BALANCES (DEFICITS)	(967)	(19,999)	(1,426)	1,561	(6,318)	-	3,820	(49,893)	(15,007)	311,434
FUND BALANCES (DEFICITS) - JULY 1, AS PREVIOUSLY REPORTED	9,259	-	445	(2,698)	34,822	2,375	6,867	49,608	14,680	2,894,100
FUND BALANCE CORRECTION	-	-	-	-	-	-	-	-	-	(733,800)
FUND BALANCES (DEFICITS) - JULY 1, AS RESTATED	9,259	-	445	(2,698)	34,822	2,375	6,867	49,608	14,680	2,160,300
FUND BALANCES (DEFICITS) - JUNE 30	$ 8,292	$ (19,999)	$ (981)	$ (1,137)	$ 28,504	$ 2,375	$ 10,687	$ (285)	$ (327)	$ 2,471,734

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

Capital Projects Funds

Capital projects funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2024

	Public Works Vehicles and Equipment	Public Works Guardrail	Public Works Salt Shed	Police Dept Safety and Equipment	Fire Station Study	Solid Waste Equipment	Burrough Rd Bridge	Parks and Recreation Equipment Replacement
ASSETS								
Due from other funds	$ 40,491	$ 2,176	$ -	$ 23,382	$ -	$ 32,555	$ -	$ -
TOTAL ASSETS	$ 40,491	$ 2,176	$ -	$ 23,382	$ -	$ 32,555	$ -	$ -
LIABILITIES								
Due to other funds	$ -	$ -	$ 35,500	$ -	$ 8,411	$ -	35,533	$ 96,804
TOTAL LIABILITIES	-	-	35,500	-	8,411	-	35,533	96,804
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	40,491	2,176	-	23,382	-	32,555	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	(35,500)	-	(8,411)	-	(35,533)	(96,804)
TOTAL FUND BALANCES (DEFICITS)	40,491	2,176	(35,500)	23,382	(8,411)	32,555	(35,533)	(96,804)
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	$ 40,491	$ 2,176	$ -	$ 23,382	$ -	$ 32,555	$ -	$ -

TOWN OF LISBON, MAINE

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2024

	Code Enforcement Storage	Revaluation	Pinewood Road Fund	Police Cruiser	Capital Projects Reserve	School Capital Fund	Totals
ASSETS							
Due from other funds	$ 848	$ 60,000	$ 36,185	$ -	$ 68,803	$ 20,645	$ 285,085
TOTAL ASSETS	$ 848	$ 60,000	$ 36,185	$ -	$ 68,803	$ 20,645	$ 285,085
LIABILITIES							
Due to other funds	$ -	$ -	$ -	$ 25,627	$ -	$ -	$ 201,875
TOTAL LIABILITIES	-	-	-	25,627	-	-	201,875
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	848	60,000	36,185	-	68,803	20,645	285,085
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	(25,627)	-	-	(201,875)
TOTAL FUND BALANCES (DEFICITS)	848	60,000	36,185	(25,627)	68,803	20,645	83,210
TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)	$ 848	$ 60,000	$ 36,185	$ -	$ 68,803	$ 20,645	$ 285,085

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

SCHEDULE H

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Public Works Vehicles and Equipment	Public Works Guardrail	Public Works Salt Shed	Police Dept Safety and Equipment	Fire Station Study	Solid Waste Equipment	Burrough Rd Bridge	Parks and Recreation Equipment Replacement
REVENUES								
Intergovernmental	$ -	$ -	$ -	$ 4,029	$ -	$ -	$ -	$ -
Other income	-	-	-	325	-	-	8,264	-
TOTAL REVENUES	-	-	-	4,354	-	-	8,264	-
EXPENDITURES								
Capital outlay	-	-	-	-	13,444	-	43,797	8,924
TOTAL EXPENDITURES	-	-	-	-	13,444	-	43,797	8,924
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	4,354	(13,444)	-	(35,533)	(8,924)
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES (DEFICITS)	-	-	-	4,354	(13,444)	-	(35,533)	(8,924)
FUND BALANCES (DEFICITS) - JULY 1	40,491	2,176	(35,500)	19,028	5,033	32,555	-	(87,880)
FUND BALANCES (DEFICITS) - JUNE 30	$ 40,491	$ 2,176	$ (35,500)	$ 23,382	$ (8,411)	$ 32,555	$ (35,533)	$ (96,804)

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Code Enforcement Storage	Revaluation	Pinewood Road Fund	Police Cruiser	Capital Projects Reserve	School Capital Fund	Totals
REVENUES							
Intergovernmental	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,029
Other income	-	-	-	-	-	-	8,589
TOTAL REVENUES	-	-	-	-	-	-	12,618
EXPENDITURES							
Capital outlay	-	-	-	25,056	-	16,421	107,642
TOTAL EXPENDITURES	-	-	-	25,056	-	16,421	107,642
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	(25,056)	-	(16,421)	(95,024)
OTHER FINANCING SOURCES (USES)							
Transfers in	-	30,000	-	-	-	-	30,000
Transfers (out)	-	-	-	-	-	-	-
TOTAL OTHER SOURCES (USES)	-	30,000	-	-	-	-	30,000
NET CHANGE IN FUND BALANCES (DEFICITS)	-	30,000	-	(25,056)	-	(16,421)	(65,024)
FUND BALANCES (DEFICITS) - JULY 1	848	30,000	36,185	(571)	68,803	37,066	148,234
FUND BALANCES (DEFICITS) - JUNE 30	$ 848	$ 60,000	$ 36,185	$ (25,627)	$ 68,803	$ 20,645	$ 83,210

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

Permanent Funds

Permanent funds are used to account for assets held by the Town of Lisbon, Maine that are legally restricted pursuant to Title 30-A, §5653 of the Maine State Statutes, as amended and unless otherwise specified, only earnings and not principal, may be used for purposes that benefit the Town or its citizenry. These funds have been established for various purposes including the provision and/or maintenance of the cemeteries.

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Balances Beginning of Year		Revenues		Expenditures	Balances End of Year	
	Principal (Nonspendable)	Unexpended Income	Investment Income	Contributions and Other Receipts	Disbursements	Principal (Nonspendable)	Unexpended Income
Potter Patten Cemetery	$ 75	$ 321	$ 22	$ -	$ -	$ 75	$ 343
Davis Cemetery Perpetual Care	-	26,084	1,663	-	5	-	27,742
Curtis Scholarship	413	24	24	-	-	413	48
Maine Research Company Charity Fund	630	2,189	160	-	-	630	2,349
Totals	$ 1,118	$ 28,618	$ 1,869	$ -	$ 5	$ 1,118	$ 30,482

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

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the Town's programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

TOWN OF LISBON, MAINE

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION
FIDUCIARY FUNDS - PRIVATE-PURPOSE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	Balances Beginning of Year		Additions		Deductions	Balances End of Year	
	Principal (Nonspendable)	Unexpended Income	Investment Income	Contributions and Other Receipts	Disbursements	Principal (Nonspendable)	Unexpended Income
Arthur E. Baron	$ -	$ 929	$ 1	$ -	$ 500	$ -	$ 430
Blanche M. Jalbert Fund	3,365	1,639	133	7	100	3,365	1,679
Bryce McEwen Rotary Scholarship	-	11,740	678	-	707	-	11,711
Class of 1941 Scholarship Fund	-	23,616	89	400	-	-	24,105
Dunton Memorial	-	2,730	6	-	200	-	2,536
Earl Higgins Memorial	3,281	(131)	506	-	-	3,281	375
Farmer	-	14,690	77	-	2,005	-	12,762
Frank Wimmer Trust	-	15,553	36	5,618	1,280	-	19,927
Leon E. Bard, Sr. Memorial Music Scholarship Fund	1,952	586	100	-	86	1,952	600
Lisbon High School Memorial Scholarship Fund	7,482	1,051	126	-	200	7,482	977
Marion T. Morse Secretarial Award	1,000	(39)	3	-	-	1,000	(36)
Michael F. Strout Memorial Scholarship Fund	3,109	586	58	-	-	3,109	644
Richard S. Lander Scholarship Fund	4,924	6,955	282	-	509	4,924	6,728
Sugg Middle School Trust Fund	-	2,812	15	-	210	-	2,617
Walter Huston Memorial Scholarship	-	18,220	828	-	2,075	-	16,973
Totals	$ 25,113	$ 100,937	$ 2,938	$ 6,025	$ 7,872	$ 25,113	$ 102,028

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

Federal Compliance

Federal compliance includes financial information and reports that are required in accordance with *Government Auditing Standards* and/or the Uniform Guidance in accordance with 2 CFR § 515. Such financial information and reports include:

- Schedule of Expenditures of Federal Awards
- Notes to Schedule of Expenditures of Federal Awards
- Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*
- Independent Auditor's Report on Compliance or Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance
- Schedule of Findings and Questioned Costs

TOWN OF LISBON, MAINE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor Pass-through Grantor Program or ClusterTitle	Federal ALN	Pass-through Grantor Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Agriculture				
Passed through State of Maine - Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	013-3014	$ 119,927	$ -
National School Lunch Program	10.555	013-3022	70,526	-
National School Lunch Program	10.555	013-3024	221,889	-
Fresh Fruit and Vegetable Program	10.582	013-3028	31,893	-
Subtotal Child Nutrition Cluster:			444,235	-
Direct Award:				
Water and Waste Disposal Systems for Rural Communities	10.760	N/A	944,856	-
Total U.S. Department of Agriculture			1,389,091	-
U.S. Department of Housing and Urban Development				
Direct Award				
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	N/A	28,455	-
Total U.S. Department of Housing and Urban Development			28,455	-
U.S. Department of Justice				
Passed through State of Maine - Department of Public Safety:				
Public Safety:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	3,851	-
Total U.S. Department of Justice			3,851	-
U.S. Department of the Treasury				
Direct Award:				
State and Local Fiscal Recovery Funds	21.027	N/A	393,737	-
Total U.S. Department of the Treasury			393,737	-
U.S. Department of Education				
Passed through State of Maine - Department of Education:				
Title I Grants to Local Educational Agencies	84.010A	6334	565,374	-
Special Education Cluster (IDEA):				
Special Education Grants to States	84.027A	013-3046	378,583	-
Special Education Preschool Grants	84.173A	013-6247	15,026	
Special Education Preschool Grants	84.173X	013-7171	3,660	-
Subtotal Special Education Cluster (IDEA)			397,269	-
Supporting Effective Instruction State Grants	84.367A	013-3042	122,237	-
Student Support and Academic Enrichment Program	84.424	013-3345	31,070	-
Education Stabilization Fund	84.425U	013-3161	72,327	-
Education Stabilization Fund	84.425U	013-7041	6,093	
Education Stabilization Fund	84.425U	013-7071	264,383	
Education Stabilization Fund	84.425W	013-7006	150	
			342,953	-
Total U.S. Department of Education			1,458,903	-
Department of Homeland Security				
Passed through Androscoggin County				
Homeland Security Program	96.067	N/A	15,235	-
Total Department of Homeland Security			15,235	-
TOTAL FEDERAL ASSISTANCE			$ 3,289,272	$ -

TOWN OF LISBON, MAINE

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Town of Lisbon, Maine under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Lisbon, Maine, it is not intended to and does not present the financial position, changes in net position or cash flows of the Town of Lisbon, Maine.

2. Summary of Significant Accounting Policies

a. Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and/or OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

b. The Town of Lisbon, Maine has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

RHR SMITH & COMPANY
Certified Public Accountants

Proven Expertise & Integrity

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

Town Council
Town of Lisbon, Maine

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Town of Lisbon, Maine, as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the Town of Lisbon, Maine's basic financial statements and have issued our report thereon dated September 24, 2025.

Report on Internal Control Over Financial Reporting

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

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

3 Old Orchard Road, Buxton, Maine 04093
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609
www.rhrsmith.com

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs, as items 2024-001, 2024-002 and 2024-003 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Lisbon, Maine's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported *under Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Questioned Costs as item 2024-004.

Town of Lisbon, Maine's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Town of Lisbon, Maine's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The Town of Lisbon, Maine's response was not subjected to the other auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the response.

Purpose of this Report

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

RHR Smith & Company

Buxton, Maine
September 24, 2025

RHR SMITH & COMPANY
Certified Public Accountants

Proven Expertise & Integrity

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Town Council
Town of Lisbon, Maine

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Town of Lisbon, Maine's compliance with the types of compliance requirements described in the *OMB Circular Compliance Supplement* that could have a direct and material effect on each of Town of Lisbon, Maine's major federal programs for the year ended June 30, 2024. Town of Lisbon, Maine's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Lisbon, Maine complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States (*Government Auditing Standards*) and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibility section of our report.

We are required to be independent of Town of Lisbon, Maine and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of Town of Lisbon, Maine's compliance with the compliance requirements referred to above.

Management's Responsibility

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Town of Lisbon, Maine's federal programs.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error and express an opinion on Town of Lisbon, Maine's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Town of Lisbon, Maine's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 Town of Lisbon, Maine's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Town of Lisbon, Maine's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Town of Lisbon, Maine's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant

deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibility section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
September 24, 2025

TOWN OF LISBON, MAINE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued :	Qualified	
Internal control over financial reporting:		
• Material weakness(es) identified?	X yes	no
• Significant deficiency(ies) identified?	yes	X no
• Noncompliance material to financial statements noted?	X yes	no

Federal Awards

Internal control over major programs:

• Material weakness(es) identified?	yes	X no
• Significant deficiency(ies) identified?	yes	X no

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? yes X no

Identification of major programs:

AL Numbers	Name of Federal Program or Cluster
10.760	Water and Waste Disposal Systems for Rural Communities
84.010	Title I Grants to Local Education Agencies

Dollar threshold used to distinguish between type A and B: $750,000

Auditee qualified as low-risk auditee? yes X no

Section II - Financial Statement Findings

MATERIAL WEAKNESSES

2024-001 - Account Reconciliations:

Criteria: Management is responsible for the proper application of generally accepted accounting principles (GAAP) for governmental entities and the implementation of appropriate internal controls to detect and correct material misstatements, whether due to error or fraud, prior to submitting the financial statements for audit.

Condition: During the audit, it was determined that reconciliations were not being performed or were not reconciled completely for applicable accounts across multiple significant audit areas throughout the year or at the end of the fiscal year.

Cause: The Town does not have internal controls that are functioning properly, or appropriately designed, to help ensure that applicable accounts are completely reconciled in a timely manner throughout the year and at the end of the fiscal year.

Effect: The Town has a significant number of unreconciled account balances across multiple significant audit areas which resulted in material misstatements in the financial statements for certain opinion units.

Recommendation: The Town should design, implement and follow appropriate internal controls to help ensure that all applicable accounts are reconciled in a timely manner throughout the year and at the end of the fiscal year.

Views of Responsible Officials and Corrective Action Plan: Finance Director will develop a monthly account reconciliation process that will outline all steps necessary to completely reconcile all accounts monthly. This process will include the delegation of finance department staff to each step in the monthly account reconciliations for the prior month, to be completed by the end of the current month. Once the monthly account reconciliation is complete, it will be presented to the Town Manager and Town Council for oversight.

Section II - Financial Statement Findings (Continued)

2024-002 - Incorrect Posting of Transactions:

Criteria: Management is responsible for the proper application of generally accepted accounting principles (GAAP) for governmental entities and the implementation of appropriate internal controls to detect and correct material misstatements, whether due to error or fraud, prior to submitting the financial statements for audit.

Condition: During the audit, it was determined that many transactions were posted incorrectly, either to the wrong type of account for the applicable transaction or to incorrect accounts/funds under GAAP.

Cause: The Town does not have internal controls that are functioning properly, or appropriately designed, to help ensure that all transactions are posted to the correct applicable account types and to the correct accounts/funds under GAAP.

Effect: The Town had a significant number of incorrectly posted transactions for which a significant number of material adjustments were necessary in order for the financial statements to be in accordance with GAAP.

Recommendation: The Town should design, implement and follow appropriate internal controls to help ensure that all transactions are posted to the correct applicable account types and to the correct accounts/funds under GAAP.

Views of Responsible Officials and Corrective Action Plan: Complete the transition to the State of Maine recommended chart of accounts and to integrate special revenue accounts into the accounts payable system.

Section II - Financial Statement Findings (Continued)

2024-003 - Failure to Post Transactions:

Criteria: Management is responsible for the proper application of generally accepted accounting principles (GAAP) for governmental entities and the implementation of appropriate internal controls to detect and correct material misstatements, whether due to error or fraud, prior to submitting the financial statements for audit.

Condition: During the audit, it was determined that multiple financial transactions, many of which were material to the financial statements, were not recorded in its financial accounting software throughout the year and at the end of the fiscal year.

Cause: The Town does not have internal controls that are functioning properly, or appropriately designed, to help ensure that all financial transactions are recorded in its financial accounting software.

Effect: The Town had a significant number of unposted financial transactions for which a significant number of material adjustments were necessary for the financial statements to be in accordance with GAAP.

Recommendation: The Town should design, implement and follow appropriate internal controls to help ensure that all financial transactions are recorded in its financial accounting software throughout the year and at the end of the fiscal year.

Views of Responsible Officials and Corrective Action Plan: Use the completed account reconciliations to determine what transactions are posted incorrectly. Once identified complete the following:

- Make adjusting entries to move the monies to the correct accounts and/or funds.
- Make correcting account changes to the payroll system, and all other systems that send information to the Town’s GL

Section II - Financial Statement Findings (Continued)

NONCOMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

2024-004 - Failure to Commit Adopted Budget:

Criteria: Management is responsible for the commitment of annual taxes in accordance with any/all applicable Maine Revised Statutes as amended (MRSA) and in accordance with the processes and procedures adopted by the taxpayers as detailed in the Town's Charter.

Condition: During the audit, it was determined that the amount appropriately voted to be raised by taxes for the fiscal year was not the same amount that was committed on the Certificate of Assessment for the fiscal year. The variance calculated was determined to be close to ($900,000).

Cause: The Town does not have internal controls that are functioning properly, or appropriately designed, to help ensure that the correct amount to be raised by taxes as approved annually (including all applicable categories to net to that amount), is the same amount committed on the annual Certificate of Assessment.

Effect: The Town was materially noncompliant with MRSA and the Town's Charter by failing to appropriately commit the correct of amount of taxes as approved for the fiscal year.

Recommendation: The Town should design, implement and follow appropriate internal controls to help ensure that the correct amount to be raised by taxes (including all applicable categories to net to that amount) as approved by the Town Council annually is the same amount committed on the annual Certificate of Assessment.

Views of Responsible Officials and Corrective Action Plan: Implementation of a thorough review process that requires verification by the Tax Collector, Assessor, Finance Director, Town Management and includes supporting documentation prior to tax commitment.

Section III - Federal Awards Findings and Questioned Costs

None

State Compliance

State compliance includes financial information and reports that are presented for purposes of additional analysis as required by Title 20-A MRSA §6051 of the Maine Revised Statutes as amended. Such financial information and reports include:

- Independent Auditor's Report on State Requirements

- Reconciliation of Audit Adjustments to Annual Financial Data Submitted to the Maine Education Financial System

RHR SMITH & COMPANY
Certified Public Accountants

Proven Expertise & Integrity

INDEPENDENT AUDITOR'S REPORT ON STATE REQUIREMENTS

Town Council
Town of Lisbon, Maine

We have audited the financial statements of the Town of Lisbon, Maine for the year ended June 30, 2024 and have issued our report thereon dated September 24, 2025. Our audit was made in accordance with auditing standards generally accepted in the United States of America and applicable state and federal laws relating to financial and compliance audits and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In connection with our audit, we reviewed the budgetary controls that are in place and have reviewed the annual financial report that was submitted to the State for accuracy. In addition, we have reviewed the Town's compliance with applicable provisions of the Maine Finance Act as noted under MRSA Title 20A, section 6051 as we considered necessary in obtaining our understanding.

The results of our procedures indicate that with respect to the items tested, the Town of Lisbon, Maine complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the Town of Lisbon, Maine was in noncompliance with or in violation of, those provisions.

Management has determined that adjustments were necessary to the fiscal books of the Town and have attached the following schedule as it relates to the reconciliation of audit adjustments to the updated annual financial data submitted to the Maine Education Financial System maintained at the School Department.

This report is intended solely for the information of the Town Council, management and the Department of Education. This report is not intended to be and should not be used by anyone other than the specified parties.

RHR Smith & Company

Buxton, Maine
September 24, 2025

3 Old Orchard Road, Buxton, Maine 04093
Tel: (800) 300-7708 (207) 929-4606 Fax: (207) 929-4609
www.rhrsmith.com

TOWN OF LISBON, MAINE

RECONCILIATION OF AUDIT ADJUSTMENTS TO ANNUAL FINANCIAL DATA
SUBMITTED TO THE MAINE EDUCATION FINANCIAL SYSTEM
FOR THE YEAR ENDED JUNE 30, 2024

	General Fund (1000)	Special Revenue Funds (2000) & (9000)	Capital Projects Fund (4000)	Total
June 30 Balance per MEFS	$ -	$ -	$ -	$ -
Other Adjustments:				
Fund Balances Not Reported on MEFS:				-
General Fund	2,523,838	-	-	2,523,838
Title IA (84.010)	-	(9,040)	-	(9,040)
Title IA Program Improvement (84.010)	-	3,438	-	3,438
ARPA - Local Entitlement	-	(28,183)	-	(28,183)
Local Entitlement (84.027)	-	(108,931)	-	(108,931)
ARPA - Local Entitlement Pre-K	-	(9,051)	-	(9,051)
Preschool (84.173)	-	2,114	-	2,114
CRF Grant	-	9,752	-	9,752
ARPA - HCY II	-	(150)	-	(150)
ESSERF II	-	(11,494)	-	(11,494)
ESSERF/CARES Act	-	(89,613)	-	(89,613)
ESSERF III	-	105,517	-	105,517
Title IIA Teacher Quality (84.367)	-	(2,912)	-	(2,912)
E-Rate	-	1,296	-	1,296
Title V	-	2,061	-	2,061
Adult Education	-	40,259	-	40,259
Adult Ed Enrichment	-	(8,976)	-	(8,976)
School Nutrition Program	-	382,019	-	382,019
School Capital Fund	-	-	20,645	20,645
Student Activities	-	196,863	-	196,863
Audited GAAP Basis Fund Balance June 30	$ 2,523,838	$ 474,969	$ 20,645	$ 3,019,452